

U.S. International Transactions, Second Quarter 1997

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THE U.S. current-account deficit decreased to \$39.0 billion in the second quarter from \$40.0 billion (revised) in the first (table A, chart 1).¹ A decrease in the deficit on goods and services more than offset an increase in the deficit on investment income and higher net unilateral transfers.

In the capital account, net recorded capital inflows were \$56.2 billion in the second quarter, up slightly from \$54.3 billion in the first. Capital outflows for U.S. assets abroad slowed, mostly as a result of reduced foreign lending by U.S. banks. The slowdown in outflows was nearly offset by a slowdown in inflows for foreign assets in the United States; the slowdown in inflows was attributable to foreign official assets in the United States, which decreased after a first-quarter increase.

1. Quarterly estimates of U.S. current- and capital-account components are seasonally adjusted when statistically significant seasonal patterns are present. The accompanying tables present both adjusted and unadjusted estimates.

The statistical discrepancy—errors and omissions in recorded transactions—was an outflow of \$17.1 billion in the second quarter, compared with an outflow of \$14.3 billion in the first.

The following are highlights for the second quarter of 1997:

- The deficit on goods decreased as a result of a surge in exports.
- The deficit on investment income increased as a result of a step-up in income payments on foreign assets in the United States.
- Capital outflows for claims reported by U.S. banks slowed sharply, but outflows for net U.S. purchases of foreign securities and for U.S. direct investment abroad strengthened.
- Capital inflows for net foreign purchases of U.S. securities other than U.S. Treasury securities surged.

Table A.—Summary of U.S. International Transactions

[Millions of dollars, seasonally adjusted]

Line	Lines in tables 1 and 10 in which transactions are included are indicated in ()	1995	1996	1996				1997		Change: 1997 I-II
				I	II	III	IV	I ^r	II ^p	
1	Exports of goods, services, and income (1)	991,490	1,055,233	256,382	262,335	261,979	274,545	279,521	292,721	13,200
2	Goods, adjusted, excluding military (2)	575,871	612,069	150,048	153,411	150,764	157,846	162,527	171,489	8,962
3	Services (3)	218,739	236,764	57,057	58,736	59,322	61,656	61,725	62,637	912
4	Income receipts on investments (11)	196,880	206,400	49,277	50,188	51,893	55,043	55,269	58,595	3,326
5	Imports of goods, services, and income (15)	-1,086,539	-1,163,450	-278,860	-289,231	-295,865	-299,493	-310,811	-322,688	-11,877
6	Goods, adjusted, excluding military (16)	-749,431	-803,239	-192,973	-200,973	-203,257	-206,036	-212,314	-218,392	-6,078
7	Services (17)	-147,036	-156,634	-38,671	-38,953	-39,345	-39,664	-41,238	-42,147	-909
8	Income payments on investments (25)	-190,072	-203,577	-47,216	-49,305	-53,263	-53,793	-57,259	-62,149	-4,890
9	Unilateral transfers (29)	-34,046	-39,968	-10,406	-8,689	-8,947	-11,926	-8,682	-9,063	-381
10	U.S. assets abroad, net (increase/capital outflow (-)) (33)	-307,207	-352,444	-70,768	-49,698	-77,542	-154,436	-127,969	-95,492	32,477
11	U.S. official reserve assets, net (34)	-9,742	6,668	17	-523	7,489	-315	4,480	-236	-4,716
12	U.S. Government assets, other than official reserve assets, net (39)	-549	-690	-210	-358	162	-284	-21	-238	-217
13	U.S. private assets, net (43)	-296,916	-358,422	-70,575	-48,817	-85,193	-153,837	-132,428	-95,018	37,410
14	Foreign assets in the United States, net (increase/ capital inflow (+)) (48)	451,234	547,555	88,233	106,114	158,629	194,579	182,238	151,649	-30,589
15	Foreign official assets, net (49)	110,729	122,354	52,014	13,154	24,089	33,097	28,891	-3,719	-32,610
16	Other foreign assets, net (56)	340,505	425,201	36,219	92,960	134,540	161,482	153,347	155,368	2,021
17	Allocations of special drawing rights (62) .....	.....	.....	.....	.....	.....	.....	.....	.....	.....
18	Statistical discrepancy (63)	-14,931	-46,927	15,419	-20,831	-38,254	-3,269	-14,297	-17,127	-2,830
Memorandum:										
19	Balance on current account (70)	-129,095	-148,184	-32,884	-35,585	-42,833	-36,874	-39,972	-39,030	942

^r Revised.

^p Preliminary.

U.S. dollar in exchange markets

In the second quarter, the U.S. dollar appreciated 2 percent on a trade-weighted quarterly average basis against the currencies of 10 industrial coun-

tries (table B, chart 2). The dollar appreciated much less strongly against most major currencies in the second quarter than in the first, and it depreciated against the Japanese yen.

Early in the second quarter, the dollar appreciated against most major currencies amid indications that the pace of U.S. economic growth might lead to further monetary tightening. In addition, continued high unemployment in Germany and growing uncertainty about which countries would be initial participants in the

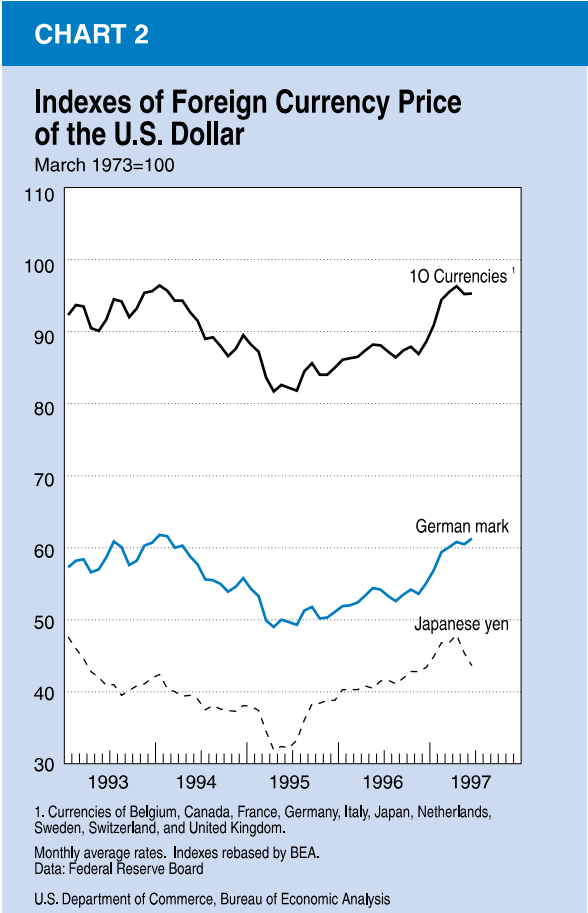
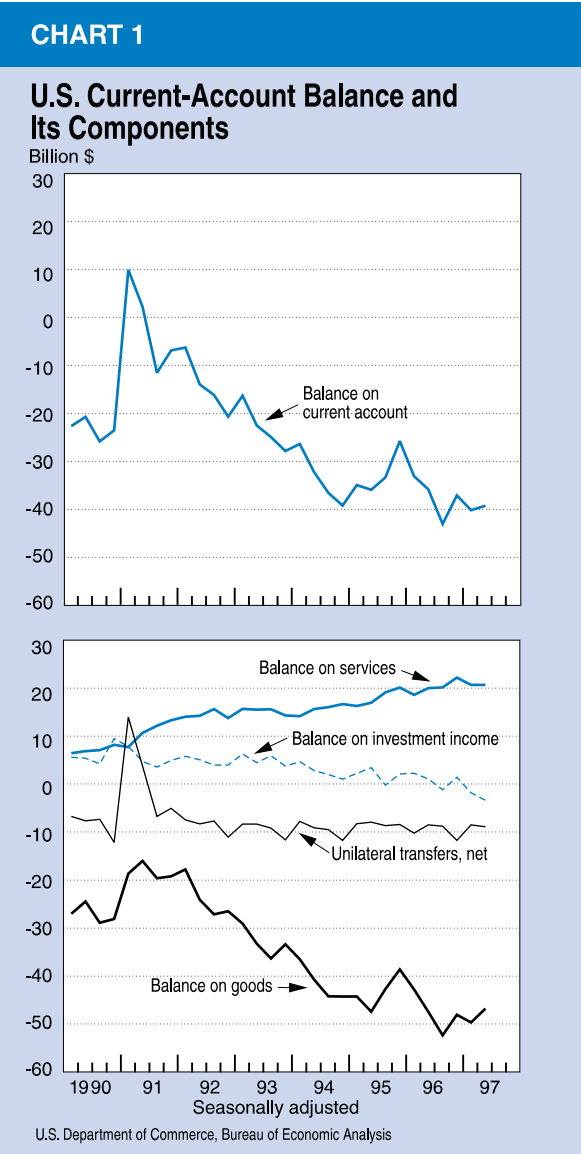


Table B.—Indexes of Foreign Currency Price of the U.S. Dollar
[March 1973=100]

	1996			1997		1996								1997					
	II	III	IV	I	II	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	Mar.	Apr.	May	June	
Trade-weighted average against 10 currencies ¹	88.0	87.1	87.9	93.7	95.7	88.2	87.3	86.5	87.5	88.0	87.0	88.7	91.0	94.5	95.6	96.4	95.3	95.4	
Selected currencies: ²																			
Canada	136.9	137.5	135.5	136.4	139.1	137.0	137.4	137.7	137.4	135.5	134.3	136.7	135.4	136.0	137.7	139.9	138.5	138.9	
European currencies:																			
Belgium	79.4	78.3	80.1	86.8	89.8	79.8	78.5	77.5	78.8	79.9	79.1	81.2	84.0	87.7	88.7	89.6	89.3	90.5	
France	114.2	112.8	114.6	123.9	128.0	114.7	112.7	112.1	113.6	114.4	113.3	116.1	119.9	125.2	126.6	127.7	127.3	129.1	
Germany	54.1	53.2	54.4	58.9	61.0	54.3	53.4	52.7	53.6	54.3	53.7	55.2	57.0	59.5	60.2	60.9	60.6	61.4	
Italy	273.6	267.7	267.9	288.3	297.6	271.4	268.7	266.9	267.6	268.2	266.4	269.0	276.0	291.3	297.7	298.2	296.4	298.3	
Netherlands	59.3	58.5	59.8	64.9	67.2	59.6	58.7	57.9	58.9	59.7	59.1	60.7	62.8	65.5	66.4	67.1	66.8	67.7	
Switzerland	38.7	38.0	40.0	44.6	44.9	39.1	38.3	37.4	38.4	39.1	39.6	41.3	43.2	45.2	45.5	45.4	44.5	44.8	
United Kingdom	162.2	159.1	151.0	151.6	151.2	160.4	159.2	159.5	158.5	155.8	148.7	148.6	149.1	152.1	153.6	151.7	151.5	150.3	
Japan	41.1	41.6	43.1	46.3	45.7	41.6	41.7	41.2	42.0	42.9	42.9	43.5	45.0	47.0	46.9	48.0	45.5	43.7	

1. Currencies of Belgium, Canada, France, Germany, Italy, Japan, Netherlands, Sweden, Switzerland, and United Kingdom. Data: Federal Reserve Board. Monthly and quarterly average rates. Index rebased by BEA.

2. Data: Federal Reserve Board. Monthly and quarterly average rates. Indexes prepared by BEA.

European Monetary Union put downward pressure the mark, and concern about the possible contractionary effects of a new consumption tax on the Japanese economy put downward pressure on the yen.

Midway through the quarter, the dollar fell 10 percent against the yen in the span of a few weeks. The sharp fall was partly attributable to economic reports that appeared to indicate that U.S. economic growth was moderating and that the impact of the Japanese consumption tax was smaller than expected. Although later reports suggested that Japanese domestic demand remained weak, the dollar failed to rebound against the yen because of mounting concern about the effect of the growing Japanese current-account surplus on the dollar-yen exchange rate.

The U.S. dollar appreciated 2 percent against the Canadian dollar, and it changed little against the British pound and the Mexican peso. Against the currencies of the newly industrialized countries in Asia, the U.S. dollar appreciated 2 percent against the South Korean won and 1 percent against both the Singapore dollar and Taiwan dollar. The U.S. dollar was unchanged against the Hong Kong dollar.

Current Account

Goods and services

The deficit on goods and services decreased to \$26.4 billion in the second quarter from \$29.3 billion in the first. The decrease was accounted for by a \$2.9 billion decrease in the deficit on goods; the surplus on services was unchanged.

Goods.—The deficit on goods decreased to \$46.9 billion in the second quarter from \$49.8 billion in the first. The decrease resulted from a larger rise in exports than in imports.

Exports.—Exports increased \$9.0 billion, or 6 percent, to \$171.5 billion in the second quarter. Quantity, measured in chained (1992) dollars, increased 6 percent, and prices decreased 1 percent (table C). Exports began to strengthen in the fourth quarter of 1996, and the percentage increase in the second quarter of 1997 was the largest in 3½ years.

Nonagricultural exports increased \$9.1 billion, or 6 percent, to \$157.3 billion; quantity increased 7 percent, and prices decreased 1 percent. Capital goods accounted for more than one-half of the increase in value. Among capital goods, computers, peripherals, and parts rose strongly for the second consecutive quarter after slowing through most of 1996; civilian aircraft, engines, and parts continued to surge; and telecommunications equipment rebounded. Nonagricultural industrial supplies and materials increased, mostly as a result of increases in chemicals and in nonmonetary gold. Consumer goods were boosted by a surge in durable goods, particularly household and kitchen appliances. Automotive products increased as a result of rises in passenger cars and in parts and accessories.

Agricultural exports decreased \$0.2 billion, or 1 percent, to \$14.2 billion; quantity decreased 1 percent, and prices were unchanged. Corn decreased \$0.4 billion, or 23 percent, following a similar-sized decline in the first quarter. In the first half of 1997, U.S. corn shipments to Korea fell sharply, largely as a result of substantial Chinese corn shipments to that country. The decrease in corn was partly offset by increases in cotton and in tobacco.

Imports.—Imports increased \$6.1 billion, or 3 percent, to \$218.4 billion in the second quarter. Quantity, measured in chained (1992) dollars, increased 5 percent, and prices decreased 2 percent (table C). In the first half of 1997, imports

Table C.—U.S. Trade in Goods, Current and Chained (1992) Dollars

[Balance of payments basis, millions of dollars, quarters seasonally adjusted]¹

	Current dollars								Chained (1992) dollars ¹							
	1995	1996	1996				1997		1995 ^r	1996 ^r	1996				1997	
			I	II	III	IV	I ^r	II ^p			I ^r	II ^r	III ^r	IV ^r	I ^r	II ^p
Exports	575,871	612,069	150,048	153,411	150,764	157,846	162,527	171,489	565,887	622,803	149,749	154,804	153,998	164,252	170,007	180,325
Agricultural products	57,229	61,488	15,863	15,080	15,093	15,452	14,322	14,155	49,484	48,569	12,600	11,338	11,700	12,931	11,925	11,835
Nonagricultural products	518,642	550,581	134,185	138,331	135,671	142,394	148,205	157,334	516,856	575,745	137,344	143,945	142,812	151,644	158,848	169,541
Imports	749,431	803,239	192,973	200,973	203,257	206,036	212,314	218,392	741,078	817,392	193,748	203,208	208,683	211,753	221,160	232,827
Petroleum and products	56,155	72,744	14,619	18,514	19,052	20,559	19,170	17,623	59,285	63,823	14,474	16,472	16,890	15,987	15,535	16,913
Nonpetroleum products	693,276	730,495	178,354	182,459	184,205	185,477	193,144	200,769	680,515	751,801	178,891	186,183	191,282	195,445	205,691	215,881

^r Revised.
^p Preliminary.

1. Because chain indexes use weights of more than one period, the corresponding chained dollar estimates are usually not additive.

were boosted by strong growth in U.S. gross domestic purchases.

Nonpetroleum imports increased \$7.6 billion, or 4 percent, to \$200.8 billion; quantity increased 5 percent, and prices decreased 1 percent. Capital goods accounted for nearly one-half of the increase in value, partly reflecting a surge in expenditures for producers' durable equipment in the United States. Among capital goods, computers, peripherals, and parts accelerated after a strong first-quarter rise; semiconductors continued to recover from oversupply conditions that limited imports in 1996; and civilian aircraft, engines, and parts rebounded sharply. Consumer goods stepped up as a result of increases in textile apparel and household goods and in toys, shooting, and sporting goods. Nonpetroleum industrial supplies and materials were boosted by increases in building materials and in nonmonetary gold. In contrast, passenger cars from Canada decreased after an unusually large first-quarter increase.

Petroleum imports decreased \$1.5 billion, or 8 percent, to \$17.6 billion. The decrease was more than accounted for by a sharp decline in prices, which fell to an average of \$18.00 per barrel from \$21.31; the average number of barrels imported daily increased to 10.72 million from 9.85 million.

Balances by area.—The deficit on goods with industrial countries decreased to \$21.7 billion in the second quarter from \$23.5 billion in the first; decreases in the deficits with Japan and with Canada more than offset an increase in the deficit with Western Europe. The deficit with the members of OPEC decreased to \$5.6 billion from \$6.2 billion, and the deficit with "other" countries decreased to \$19.6 billion from \$20.1 billion.

Services.—The surplus on services was unchanged at \$20.5 billion in the second quarter. Services receipts increased to \$62.6 billion from \$61.7 billion, and services payments increased to \$42.1 billion from \$41.2 billion.

Travel receipts decreased to \$18.1 billion from \$18.6 billion. The decrease, which was the first since the first quarter of 1996, was accounted for by declines in receipts from Canadian, Mexican, and overseas visitors to the United States. Travel payments increased slightly, to \$13.1 billion from \$13.0 billion. The increase was more than accounted for by an increase in payments by U.S. visitors to countries overseas.

Passenger fare receipts were unchanged at \$5.3 billion, and passenger fare payments were unchanged at \$4.3 billion.

"Other" transportation receipts increased slightly, to \$7.1 billion from \$7.0 billion. The increase was more than accounted for by rises in ocean port and air freight expenditure receipts. "Other" transportation payments increased to \$7.6 billion from \$7.4 billion. Ocean freight expenditure payments stepped up as a result of a rise in import volumes.

Receipts for "other" private services increased to \$20.4 billion from \$19.8 billion. The increase was partly attributable to a rise in receipts for business, professional, and technical services. Payments for "other" private services increased to \$11.7 billion from \$11.3 billion, partly as a result of a rise in financial services payments.

Investment income

The deficit on investment income increased to \$3.6 billion in the second quarter from \$2.0 billion in the first. Receipts of income on U.S. assets abroad increased to \$58.6 billion from \$55.3 billion, and payments of income on foreign assets in the United States stepped up to \$62.1 billion from \$57.3 billion. Both receipts and payments of income were boosted by increases in average holdings.

Direct investment income.—Receipts of income on U.S. direct investment abroad increased to a record \$27.5 billion in the second quarter from \$25.9 billion in the first. The increase was mostly accounted for by increased earnings of foreign affiliates in continental Europe and in Latin America and Other Western Hemisphere. Net interest receipts changed little.

Payments of income on foreign direct investment in the United States increased to a record \$10.1 billion from \$8.5 billion. Earnings of U.S. affiliates increased in most industries; by investing country, earnings of U.S. affiliates of French, German, and Netherlands parents increased the most. Net interest payments also increased.

Portfolio investment income.—"Other" private income receipts increased to \$30.1 billion in the second quarter from \$28.5 billion in the first. Receipts on foreign securities, on bank claims, and on nonbank claims all rose.

"Other" private income payments increased to \$29.2 billion from \$27.6 billion. Most of the increase was accounted for by increases in payments on U.S. securities and on bank liabilities. U.S. Government income payments increased to \$22.8 billion from \$21.1 billion.

Unilateral transfers

Net unilateral transfers were \$9.1 billion in the second quarter, compared with \$8.7 billion in the first. The increase was accounted for by small increases in U.S. Government grants, in U.S. Government pensions and transfers, and in private remittances and other transfers.

Capital Account

Net recorded capital inflows were \$56.2 billion in the second quarter, up from \$54.3 billion in the first. Capital outflows for U.S. assets abroad slowed more than capital inflows for foreign assets in the United States.

In the second quarter, U.S. bond prices increased after a first-quarter decrease (chart 3). Prices in most foreign bond markets also increased, but the increases were smaller in most foreign markets than in the U.S. market. Stock prices in the United States and in several major foreign countries rose sharply. The U.S. dollar appreciated much less strongly against most currencies in the second quarter than in the first, and it depreciated against the yen.

U.S. assets abroad

U.S. assets abroad increased \$95.5 billion in the second quarter, following an increase of \$128.0 billion in the first. The slowdown was mostly accounted for by a much smaller increase in bank claims in the second quarter than in the first. In contrast, net capital outflows for net U.S. purchases of foreign securities and for U.S. direct investment abroad strengthened.

U.S. official reserve assets.—U.S. official reserve assets increased \$0.2 billion in the second quarter, following a decrease of \$4.5 billion in the first (table D). The increase was accounted for by small increases in U.S. holdings of special drawing rights and in U.S. holdings of foreign

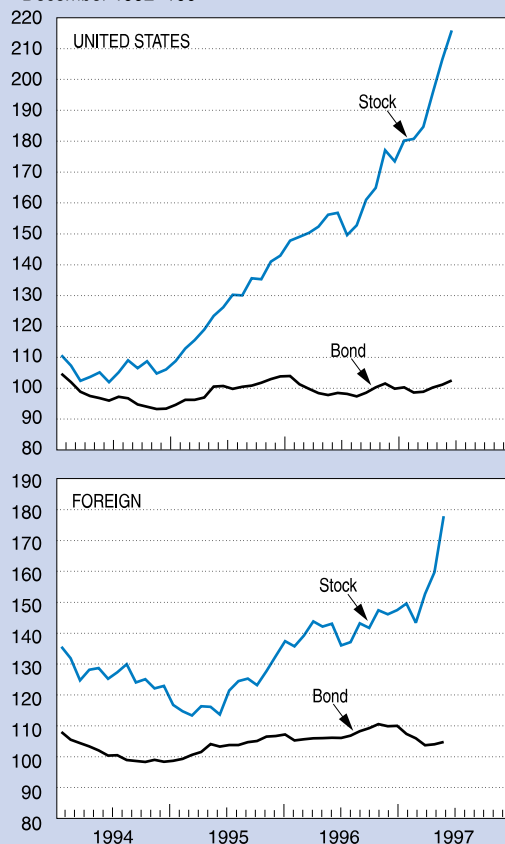
currencies. The U.S. reserve position in the International Monetary Fund decreased slightly.

Claims reported by banks.—U.S. claims on foreigners reported by U.S. banks increased \$29.6

CHART 3

Stock and Bond Price Indexes

December 1992=100



Sources:
 Stock indexes — Morgan Stanley Capital International: U.S. index, and world index excluding United States, in local currencies.
 Bond indexes — Salomon Brothers Inc.: Treasury/government sponsored/corporate index, and non-U.S. world government bond index, in local currencies.

Indexes rebased by BEA.

U.S. Department of Commerce, Bureau of Economic Analysis

Table D.—Selected Transactions with Official Agencies

[Millions of dollars]

	1995	1996	1996				1997		Change: 1997 I-II
			I	II	III	IV	I ^r	II ^p	
Changes in foreign official assets in the United States, net (decrease -) (table 1, line 49)	110,729	122,354	52,014	13,154	24,089	33,097	28,891	-3,719	-32,610
Industrial countries ¹	22,546	65,498	39,787	9,434	11,367	4,910	18,013	8,101	-9,912
Members of OPEC ²	4,239	12,278	-1,539	5,239	5,263	3,315	9,272	2,563	-6,709
Other countries	83,944	44,578	13,766	-1,519	7,459	24,872	1,606	-14,383	-15,989
Changes in U.S. official reserve assets, net (increase -) (table 1, line 34)	-9,742	6,668	17	-523	7,489	-315	4,480	-236	-4,716
Activity under U.S. official reciprocal currency arrangements with foreign monetary authorities: ³									
Foreign drawings, or repayments (-), net	11,800	-8,300	-1,300	.....	-7,000	.....	-3,500	.....	3,500
Drawings	18,800	.....	.....	.....	.....	.....	.....	.....	.....
Repayments	-7,000	-8,300	-1,300	.....	-7,000	.....	-3,500	.....	3,500

^r Revised.

^p Preliminary.

1. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

2. Based on data for Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Beginning in January 1993, excludes Ecuador.

3. Consists of transactions of the Federal Reserve System and the U.S. Treasury Department's Exchange Stabilization Fund.

billion in the second quarter, following an increase of \$62.0 billion in the first.

Banks' own claims payable in dollars increased \$15.3 billion, following an increase of \$36.0 billion. Foreign-owned banks' claims on their own foreign offices increased strongly for the third consecutive quarter, partly reflecting the strong demand for funds at those offices that arose from foreign purchases of U.S. securities. In contrast, foreign-owned banks' claims on nonbank foreigners decreased, following a large first-quarter increase. U.S.-owned banks' claims on nonbank foreigners also decreased, mostly as a result of repayments by international bond mutual funds in the Caribbean that were associated with the funds' net sales of U.S. Treasury bonds.

Banks' own claims payable in foreign currencies increased \$11.3 billion, following an increase of \$8.1 billion. The second-quarter increase was accounted for by foreign-currency interoffice lending to the Caribbean and by reverse repurchase agreements with institutions in Germany.

Banks' domestic customers' claims payable in dollars increased \$1.0 billion, following an increase of \$19.6 billion. The sharp slowdown was mostly attributable to a much smaller increase in U.S. dollar deposits abroad than in the first quarter. The slowdown was also attributable to foreign commercial paper outstanding in the United States, which decreased after a first-quarter increase.

Foreign securities.—Net U.S. purchases of foreign securities were \$21.3 billion in the second quarter, up from \$14.5 billion in the first (chart 4). Net U.S. purchases of foreign stocks were \$13.9 billion, up from \$11.8 billion, and net U.S. purchases of foreign bonds were \$7.4 billion, up from \$2.8 billion.

The step-up in net U.S. purchases of foreign stocks was more than accounted for by a surge in net U.S. purchases from Japan, where a sharp rebound in Japanese stock prices and the appreciation of the yen against the dollar boosted returns for U.S. investors. In contrast, net U.S. purchases from Western Europe slowed, partly as a result of shifts to net U.S. sales of Swiss and German stocks. Transactions with Latin America also shifted to net U.S. sales.

Net U.S. purchases of foreign bonds were supported by continued strong foreign new issues in the United States. Corporate borrowers from Latin America, the Caribbean, and Asia accounted for most of the foreign new issues. U.S. investors slowed their net sales of other for-

eign bonds, and redemptions of U.S.-held foreign bonds decreased sharply.

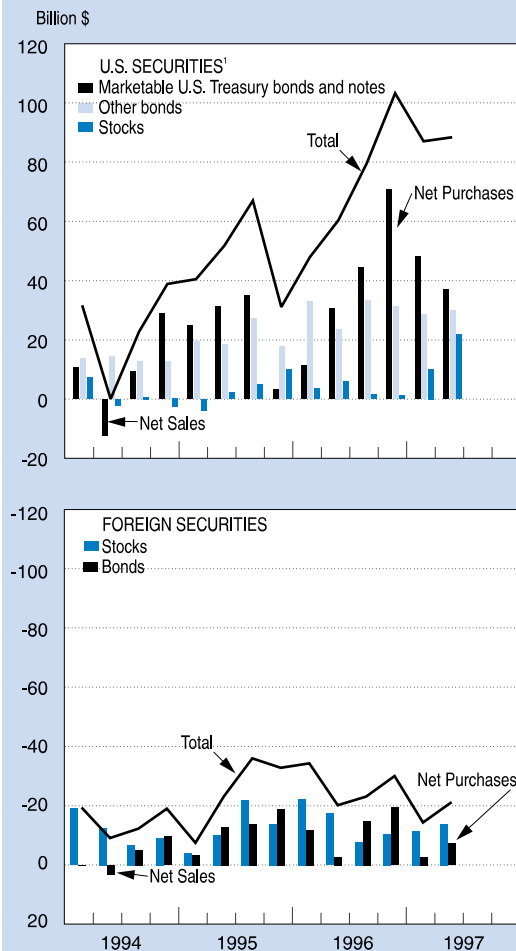
Direct investment.—Net capital outflows for U.S. direct investment abroad were \$29.1 billion in the second quarter, up from \$26.4 billion in the first. Net equity capital outflows decreased but remained strong, partly as a result of continued strong outflows to Western Europe and an increase in outflows to Central and South America. Net intercompany debt transactions shifted to net outflows from inflows, reflecting the repayment of first-quarter borrowings in the securities industry. Reinvested earnings decreased as a result of an increase in the share of earnings that were distributed by manufacturing affiliates.

Foreign assets in the United States

Foreign assets in the United States increased \$151.6 billion in the second quarter, following an

CHART 4

Securities Transactions



1. Excluding transactions of foreign official agencies.

U.S. Department of Commerce, Bureau of Economic Analysis

increase of \$182.2 billion in the first. Net capital inflows for foreign direct investment in the United States and for net foreign purchases of U.S. securities remained very strong. Foreign official assets in the United States decreased after a first-quarter increase; most of the decrease was offset by interrelated transactions in non-official accounts for liabilities reported by U.S. banks and for net foreign purchases of U.S. Treasury securities.

Foreign official assets.—Foreign official assets in the United States decreased \$3.7 billion in the second quarter, following an increase of \$28.9 billion in the first (table D). Assets of industrial countries increased much less strongly in the second quarter than in the first. Assets of developing countries decreased after a first-quarter increase, largely as a result of a shift in dollar assets to non-official accounts from official accounts.

Liabilities reported by banks.—U.S. liabilities reported by U.S. banks, excluding U.S. Treasury securities, increased \$27.1 billion in the second quarter, following an increase of \$17.4 billion in the first.

Banks' own liabilities payable in dollars increased \$11.1 billion, following an increase of \$12.6 billion. The second-quarter increase was partly attributable to borrowing from foreign offices by foreign-owned banks in the United States in order to support lending activity abroad. In addition, U.S. securities dealers borrowed funds from unaffiliated banks in the Caribbean through repurchase agreements.

Banks' own liabilities payable in foreign currencies decreased \$0.8 billion, in contrast to an increase of \$9.0 billion. The decrease was more than accounted for by decreases in liabilities to several countries in Western Europe and to Japan.

Banks' custody liabilities payable in dollars increased \$16.9 billion, in contrast to a decrease of \$4.2 billion. The increase was largely attributable to the shift in dollar assets to non-official accounts from official accounts.

U.S. Treasury securities.—Net foreign purchases of U.S. Treasury securities were \$46.0 billion in the second quarter, down from \$47.8 billion in the first. The modest decrease was more than accounted for by a decline in net foreign purchases of U.S. Treasury bonds. The decline in bonds was partly attributable to investors in the United Kingdom, who reduced their net purchases

after making exceptionally large net purchases in the first quarter. In addition, transactions by international bond mutual funds in the Caribbean shifted to net sales, as the strategy of borrowing yen at low interest rates to invest in U.S. Treasury bonds became less attractive with the appreciation of the yen against the dollar. In contrast, net purchases of U.S. Treasury bonds by Japanese investors stepped up.

Net foreign purchases of U.S. Treasury bills increased, largely as a result of the shift in dollar assets to non-official accounts from official accounts.

U.S. currency.—Net U.S. currency flows to foreigners were \$4.8 billion in the second quarter, up from \$3.5 billion in the first.

Other U.S. securities.—Net foreign purchases of U.S. securities other than U.S. Treasury securities were a record \$51.5 billion in the second quarter, up from \$38.8 billion in the first.

Net foreign purchases of U.S. stocks surged to a record \$21.7 billion from \$10.2 billion. The surge partly reflected the sharp rise in U.S. stock prices and the appreciation of the U.S. dollar, which combined to boost capital gains for foreign investors. In the first half of 1997, net foreign purchases of U.S. stocks were exceptionally strong, far surpassing net foreign purchases in any previous two-quarter period.

Net foreign purchases of U.S. corporate and other bonds were \$29.9 billion, up from \$28.6 billion. Net foreign purchases of U.S. bonds were boosted by record new issues sold abroad by U.S. corporations. In the first half of 1997, U.S. corporate placements in the Eurobond market were exceptionally strong, partly reflecting foreign investors' attraction to the higher yields available on dollar-denominated securities.

Direct investment.—Net capital inflows for foreign direct investment in the United States were \$28.9 billion in the second quarter, down from \$30.6 billion in the first. Net intercompany debt inflows decreased, but they were exceptionally strong for the second consecutive quarter as a result of inflows to U.S. affiliates in the banking and finance industries. Net equity capital inflows decreased slightly; a decline in large foreign acquisitions of U.S. companies was nearly offset by a rise in equity capital contributions to existing U.S. affiliates. Reinvested earnings remained strong.


Tables 1 through 10 follow. 

Table 1.—U.S. International Transactions

[Millions of dollars]

Line	(Credits +; debits -) ¹	1996	Not seasonally adjusted						Seasonally adjusted					
			1996				1997		1996				1997	
			I	II	III	IV	I ^r	II ^p	I	II	III	IV	I ^r	II ^p
1	Exports of goods, services, and income	1,055,233	256,473	261,665	260,424	276,672	278,315	292,320	256,382	262,335	261,979	274,545	279,521	292,721
2	Goods, adjusted, excluding military ²	612,069	151,442	154,198	145,670	160,759	162,812	172,626	150,048	153,411	150,764	157,846	162,527	171,489
3	Services ³	236,764	55,409	57,121	63,564	60,669	59,841	60,967	57,057	58,736	59,322	61,656	61,725	62,637
4	Transfers under U.S. military agency sales contracts ⁴	14,647	3,092	3,961	3,572	4,022	3,190	3,582	3,092	3,961	3,572	4,022	3,190	3,582
5	Travel	69,908	14,804	17,165	21,041	16,898	16,421	17,916	16,712	17,356	17,659	18,183	18,556	18,091
6	Passenger fares	20,557	4,768	4,769	6,104	4,916	4,976	5,109	5,087	4,952	5,237	5,282	5,319	5,308
7	Other transportation	27,216	6,436	6,788	6,763	7,229	6,873	7,124	6,555	6,805	6,716	7,142	6,999	7,139
8	Royalties and license fees ⁵	29,974	7,120	7,170	7,410	8,273	7,389	7,753	7,432	7,345	7,495	7,703	7,699	7,935
9	Other private services ⁵	73,569	18,900	17,082	18,464	19,124	20,789	19,293	17,890	18,130	18,433	19,117	19,759	20,392
10	U.S. Government miscellaneous services	893	289	187	210	207	203	190	289	187	210	207	203	190
11	Income receipts on U.S. assets abroad	206,400	49,622	50,346	51,190	55,243	55,663	58,728	49,277	50,188	51,893	55,043	55,269	58,595
12	Direct investment receipts	98,890	23,613	24,318	23,837	27,123	26,164	27,693	23,389	23,929	24,675	26,898	25,872	27,498
13	Other private receipts	102,866	24,643	25,053	25,938	27,232	28,544	30,096	24,643	25,053	25,938	27,232	28,544	30,096
14	U.S. Government receipts	4,644	1,366	975	1,415	888	955	739	1,245	1,206	1,280	913	853	1,001
15	Imports of goods, services, and income	-1,163,450	-270,428	-289,195	-301,489	-302,337	-300,017	-322,944	-278,860	-289,231	-295,865	-299,493	-310,811	-322,688
16	Goods, adjusted, excluding military ²	-803,239	-187,729	-199,450	-205,518	-210,542	-204,876	-217,082	-192,973	-200,973	-203,257	-206,036	-212,314	-218,392
17	Services ³	-156,634	-35,837	-40,128	-42,415	-38,253	-38,247	-43,393	-38,671	-38,953	-39,345	-39,664	-41,238	-42,147
18	Direct defense expenditures	-10,861	-2,607	-2,747	-2,780	-2,727	-2,753	-2,800	-2,607	-2,747	-2,780	-2,727	-2,753	-2,800
19	Travel	-48,739	-10,492	-13,236	-14,321	-10,690	-10,935	-14,309	-12,484	-12,099	-11,915	-12,241	-13,018	-13,093
20	Passenger fares	-15,776	-3,545	-4,188	-4,406	-3,637	-3,947	-4,567	-3,860	-3,943	-3,920	-4,053	-4,283	-4,314
21	Other transportation	-28,453	-6,648	-7,222	-7,380	-7,203	-7,191	-7,533	-6,816	-7,253	-7,218	-7,166	-7,378	-7,562
22	Royalties and license fees ⁵	-7,322	-1,697	-1,606	-2,154	-1,865	-1,772	-1,892	-1,724	-1,684	-2,144	-1,770	-1,799	-1,992
23	Other private services ⁵	-42,796	-10,190	-10,473	-10,682	-11,451	-10,962	-11,618	-10,522	-10,570	-10,676	-11,027	-11,321	-11,712
24	U.S. Government miscellaneous services	-2,687	-658	-657	-692	-680	-686	-674	-658	-657	-692	-680	-686	-674
25	Income payments on foreign assets in the United States	-203,577	-46,862	-49,616	-53,556	-53,542	-56,895	-62,469	-47,216	-49,305	-53,263	-53,793	-57,259	-62,149
26	Direct investment payments	-32,132	-6,488	-8,184	-9,905	-7,554	-8,175	-10,433	-6,842	-7,873	-9,612	-7,805	-8,539	-10,113
27	Other private payments	-100,103	-24,210	-24,600	-25,158	-26,135	-27,581	-29,242	-24,210	-24,600	-25,158	-26,135	-27,581	-29,242
28	U.S. Government payments	-71,342	-16,164	-16,832	-18,493	-19,853	-21,139	-22,794	-16,164	-16,832	-18,493	-19,853	-21,139	-22,794
29	Unilateral transfers, net ⁴	-39,968	-10,438	-8,122	-9,103	-12,305	-8,604	-8,719	-10,406	-8,689	-8,947	-11,926	-8,682	-9,063
30	U.S. Government grants ⁴	-14,933	-4,321	-2,423	-2,690	-5,499	-2,109	-2,255	-4,321	-2,423	-2,690	-5,499	-2,109	-2,255
31	U.S. Government pensions and other transfers	-4,331	-955	-781	-1,188	-1,407	-795	-1,057	-1,136	-1,081	-1,064	-1,050	-1,083	-1,128
32	Private remittances and other transfers ⁶	-20,704	-5,162	-4,918	-5,225	-5,399	-5,700	-5,407	-4,949	-5,185	-5,193	-5,377	-5,490	-5,680
33	U.S. assets abroad, net (increase/capital outflow (-))	-352,444	-72,816	-51,161	-78,638	-149,829	-130,316	-97,395	-70,768	-49,698	-77,542	-154,436	-127,969	-95,492
34	U.S. official reserve assets, net ⁷	6,668	17	-523	7,489	-315	4,480	-236	17	-523	7,489	-315	4,480	-236
35	Gold	370	-199	-133	848	-146	72	-133	-199	-133	848	-146	72	-133
36	Special drawing rights	-1,280	-849	-220	-183	-28	1,055	54	-849	-220	-183	-28	1,055	54
37	Reserve position in the International Monetary Fund	7,578	1,065	-170	6,824	-141	3,353	-157	1,065	-170	6,824	-141	3,353	-157
38	Foreign currencies	-690	-210	-358	162	-284	-21	-238	-210	-358	162	-284	-21	-238
39	U.S. Government assets, other than official reserve assets, net	-4,930	-1,076	-1,489	-1,127	-1,238	-1,107	-1,572	-1,076	-1,489	-1,127	-1,238	-1,107	-1,572
40	U.S. credits and other long-term assets	4,134	1,013	870	1,206	1,045	1,111	1,328	1,013	870	1,206	1,045	1,111	1,328
41	Repayments on U.S. credits and other long-term assets ⁸	106	-147	261	83	-91	-25	6	-147	261	83	-91	-25	6
42	U.S. foreign currency holdings and U.S. short-term assets, net	-358,422	-72,623	-50,280	-86,289	-149,230	-134,775	-96,921	-70,575	-48,817	-85,193	-153,837	-132,428	-95,018
43	Direct investment	-87,813	-24,258	-25,097	-12,200	-26,258	-28,773	-30,984	-22,210	-23,634	-11,104	-30,865	-26,426	-29,081
44	Foreign securities	-108,189	-34,455	-20,328	-23,206	-30,200	-14,510	-21,325	-34,455	-20,328	-23,206	-30,200	-14,510	-21,325
45	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-64,234	-15,778	-5,047	-17,294	-26,115	-29,466	-15,000	-15,778	-5,047	-17,294	-26,115	-29,466	-15,000
46	U.S. claims reported by U.S. banks, not included elsewhere	-98,186	1,868	192	-33,589	-66,657	-62,026	-29,612	1,868	192	-33,589	-66,657	-62,026	-29,612
47	Foreign assets in the United States, net (increase/capital inflow (+))	547,555	88,018	106,568	159,231	193,738	181,978	152,097	88,233	106,114	158,629	194,579	182,238	151,649
48	Foreign official assets in the United States, net	122,354	52,014	13,154	24,089	33,097	28,891	-3,719	52,014	13,154	24,089	33,097	28,891	-3,719
49	U.S. Government securities	115,634	55,652	-2,125	26,689	35,418	23,940	-7,800	55,652	-2,125	26,689	35,418	23,940	-7,800
50	U.S. Treasury securities ⁹	111,253	55,600	-3,383	25,472	33,564	23,289	-8,444	55,600	-3,383	25,472	33,564	23,289	-8,444
51	Other ¹⁰	4,381	52	1,258	1,217	1,854	651	644	52	1,258	1,217	1,854	651	644
52	Other U.S. Government liabilities ¹¹	720	-143	-204	907	160	478	804	-143	-204	907	160	478	804
53	U.S. liabilities reported by U.S. banks, not included elsewhere	4,722	-3,284	14,198	-1,922	-4,270	7,698	2,346	-3,284	14,198	-1,922	-4,270	7,698	2,346
54	Other foreign official assets ¹²	1,278	-211	1,285	-1,585	1,789	-3,225	931	-211	1,285	-1,585	1,789	-3,225	931
55	Other foreign assets in the United States, net	425,201	36,004	93,414	135,142	160,641	153,087	155,816	36,219	92,960	134,540	161,482	153,347	155,368
56	Direct investment	76,955	15,662	17,894	26,579	16,820	30,381	29,320	15,877	17,440	25,977	17,661	30,641	28,872
57	U.S. Treasury securities and U.S. currency flows	172,878	10,602	36,152	50,798	75,326	51,289	50,816	10,602	36,152	50,798	75,326	51,289	50,816
58	U.S. securities other than U.S. Treasury securities	133,798	36,475	29,761	35,115	32,447	38,820	51,537	36,475	29,761	35,115	32,447	38,820	51,537
59	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	31,786	6,800	7,288	20,610	-2,912	15,210	-3,000	6,800	7,288	20,610	-2,912	15,210	-3,000
60	U.S. liabilities reported by U.S. banks, not included elsewhere	9,784	-33,535	2,319	2,040	38,960	17,387	27,143	-33,535	2,319	2,040	38,960	17,387	27,143
61	Allocations of special drawing rights													

Table 2.—U.S. Trade in Goods

[Millions of dollars]

Line		1996	Not seasonally adjusted						Seasonally adjusted					
			1996				1997		1996				1997	
			I	II	III	IV	I ^r	II ^r	I	II	III	IV	I ^r	II ^r
A	Balance of payments adjustments to Census trade data:													
	EXPORTS													
1	Exports of goods, Census basis ¹ including reexports and including military grant shipments	625,075	153,832	157,053	149,771	164,419	165,022	175,176	152,439	156,266	154,865	161,505	164,737	174,038
	Adjustments:													
2	Private gift parcel remittances	816	213	209	187	207	217	196	213	209	187	207	217	196
3	Gold exports, nonmonetary	264	.....	247	8	9	.....	22	.....	247	8	9	.....	22
4	Inland U.S. freight to Canada ² .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
5	U.S.-Canadian reconciliation adjustments, n.e.c., net ³ .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
6	Exports transferred under U.S. military agency sales contracts identified in Census documents ⁴	-12,427	-2,160	-2,943	-3,859	-3,465	-1,929	-2,179	-2,160	-2,943	-3,859	-3,465	-1,929	-2,179
7	Other adjustments, net ⁵	-1,659	-443	-368	-437	-411	-498	-589	-443	-368	-437	-411	-498	-589
8	Equals: Exports of goods, adjusted to balance of payments basis excluding "military" (table 1, line 2)	612,069	151,442	154,198	145,670	160,759	162,812	172,626	150,048	153,411	150,764	157,846	162,527	171,489
	IMPORTS													
9	Imports of goods, Census basis ¹ (general imports)	795,289	185,853	195,717	204,016	209,703	202,744	214,275	191,097	197,240	201,755	205,197	210,182	215,585
	Adjustments:													
10	Electric energy	73	18	18	18	19	18	18	18	18	18	19	18	18
11	Gold imports, nonmonetary	4,948	1,056	2,973	794	125	1,352	1,980	1,056	2,973	794	125	1,352	1,980
12	Inland freight in Canada ²	3,595	935	913	862	885	917	982	935	913	862	885	917	982
13	U.S.-Canadian reconciliation adjustment, n.e.c., net ³ .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
14	Imports of U.S. military agencies identified in Census documents ⁴	-504	-98	-136	-131	-139	-119	-144	-98	-136	-131	-139	-119	-144
15	Other adjustments, net ⁵	-162	-35	-35	-41	-51	-36	-29	-35	-35	-41	-51	-36	-29
16	Equals: Imports of goods, adjusted to balance of payments basis, excluding "military" (table 1, line 16)	803,239	187,729	199,450	205,518	210,542	204,876	217,082	192,973	200,973	203,257	206,036	212,314	218,392
B	Trade in goods, by area and country, adjusted to balance of payments basis, excluding military: ⁸													
	EXPORTS													
1	Total, all countries (A-8)	612,069	151,442	154,198	145,670	160,759	162,812	172,626	150,048	153,411	150,764	157,846	162,527	171,489
2	Western Europe	137,194	34,930	36,075	30,568	35,621	38,645	39,903	34,668	35,853	31,614	35,059	38,553	39,571
3	European Union	124,786	31,663	32,501	27,890	32,732	35,089	35,178	31,457	32,294	28,815	32,220	35,404	34,874
4	Belgium and Luxembourg	12,685	3,148	3,126	3,056	3,355	3,429	3,384	3,133	3,101	3,148	3,303	3,435	3,353
5	France	14,454	3,742	3,560	3,175	3,977	3,842	3,994	3,729	3,532	3,269	3,924	3,848	3,955
6	Germany ⁹	22,970	5,853	5,805	5,295	6,017	6,136	6,272	5,815	5,761	5,468	5,826	6,133	6,216
7	Italy	8,621	2,406	2,312	1,780	2,123	2,229	2,328	2,391	2,300	1,844	2,086	2,222	2,309
8	Netherlands	16,501	4,129	3,917	3,523	4,932	4,755	4,830	4,083	3,920	3,653	4,845	4,738	4,792
9	United Kingdom	30,246	7,275	9,025	6,954	6,992	9,554	9,335	7,243	8,946	7,167	6,890	9,547	9,249
10	Other	19,309	5,110	4,756	4,107	5,336	5,144	5,035	5,063	4,734	4,266	5,246	5,117	5,000
11	Western Europe, excluding EU	12,408	3,267	3,574	2,678	2,889	3,556	4,725	3,211	3,559	2,799	2,839	3,513	4,697
12	Canada ³	134,609	33,204	34,378	32,353	34,674	36,823	38,901	33,027	34,124	33,323	34,135	36,921	38,594
13	Japan	65,954	17,166	16,476	16,131	16,181	16,448	16,639	16,910	16,474	16,768	15,802	16,336	16,615
14	Australia, New Zealand, and South Africa ¹⁰ .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
15	Australia	11,705	2,985	2,910	2,895	2,915	2,823	3,080	2,973	2,879	2,980	2,873	2,827	3,053
16	Eastern Europe	7,359	1,933	1,634	1,788	2,004	1,811	2,116	1,896	1,646	1,873	1,944	1,782	2,116
17	Latin America and Other Western Hemisphere	108,864	24,686	26,460	27,718	30,000	29,516	32,454	24,475	26,305	28,642	29,442	29,524	32,247
18	Brazil	12,347	2,557	2,918	3,373	3,499	3,377	3,830	2,540	2,889	3,476	3,442	3,379	3,793
19	Mexico	56,735	12,965	13,647	14,343	15,780	15,665	16,992	12,861	13,574	14,813	15,487	15,696	16,885
20	Venezuela	4,665	1,063	1,216	1,181	1,205	1,298	1,647	1,052	1,210	1,220	1,183	1,294	1,639
21	Other	35,117	8,101	8,679	8,821	9,516	9,176	9,985	8,022	8,632	9,133	9,330	9,155	9,930
22	Other countries in Asia and Africa ^{8 10}	146,382	36,536	36,265	34,217	39,364	36,746	39,533	36,097	36,130	35,564	38,591	36,584	39,293
23	Asia ^{8 10}	135,380	33,787	33,548	31,452	36,593	34,380	36,897	33,410	33,402	32,656	35,912	34,242	36,660
24	Members of OPEC	13,856	3,254	3,507	3,272	3,823	3,966	3,202	3,484	3,421	3,749	3,250	3,940	3,940
25	China	11,938	3,150	2,486	2,514	3,788	2,857	2,926	3,112	2,486	2,624	3,716	2,844	2,910
26	Hong Kong	13,873	3,157	3,575	3,300	3,841	3,486	3,954	3,126	3,560	3,417	3,770	3,472	3,935
27	Korea, Republic of	25,653	6,303	6,354	6,264	6,732	6,337	6,984	6,211	6,345	6,502	6,595	6,296	6,944
28	Singapore	16,253	4,310	4,104	3,909	3,930	4,336	4,278	4,064	4,029	3,882	4,348	4,261	4,261
29	Taiwan	17,540	4,359	4,573	3,995	4,613	4,542	4,565	4,304	4,559	4,162	4,515	4,515	4,547
30	Africa ^{8 10}	10,636	2,679	2,608	2,685	2,664	2,281	2,543	2,619	2,608	2,814	2,595	2,259	2,539
31	Members of OPEC	1,804	396	602	381	425	310	387	385	604	400	415	306	388
32	International organizations and unallocated	2	2	.....	.....	.....	.....	.....	2	.....	.....	.....	.....	.....
	Memoranda:													
33	Industrial countries ⁸	354,301	89,483	91,044	83,222	90,552	95,852	99,802	88,766	90,525	86,001	89,009	95,750	99,102
34	Members of OPEC ⁸	20,325	4,713	5,325	4,834	5,453	4,883	6,000	4,639	5,298	5,041	5,347	4,850	5,967
35	Other countries ⁸	237,441	57,244	57,829	57,614	64,754	62,077	66,824	56,641	57,588	59,722	63,490	61,927	66,420

See footnotes on page 94.

Table 2.—U.S. Trade in Goods—Continued

[Millions of dollars]

Line		1996	Not seasonally adjusted						Seasonally adjusted					
			1996				1997		1996				1997	
			I	II	III	IV	I ^a	II ^a	I	II	III	IV	I ^a	II ^a
B	Trade in goods, by area and country, adjusted to balance of payments basis, excluding military ^a —Continued:													
	IMPORTS													
36	Total, all countries (A-16)	803,239	187,729	199,450	205,518	210,542	204,876	217,082	192,973	200,973	203,257	206,036	212,314	218,392
37	Western Europe	161,629	38,100	41,986	39,823	41,720	40,901	44,995	39,153	42,286	39,350	40,840	42,364	45,267
38	European Union	146,293	34,596	37,553	36,204	37,940	37,268	41,102	35,560	37,827	35,773	37,133	38,611	41,352
39	Belgium and Luxembourg	9,499	2,602	3,307	1,733	1,857	2,701	3,962	2,651	3,322	1,715	1,811	2,770	3,975
40	France	18,630	4,327	4,652	4,679	4,972	4,581	5,030	4,453	4,693	4,626	4,858	4,752	5,061
41	Germany ⁹	38,831	9,059	9,587	9,806	10,379	10,041	10,901	9,322	9,659	9,683	10,167	10,422	10,973
42	Italy	18,294	4,478	4,469	4,661	4,686	4,497	4,780	4,609	4,502	4,599	4,584	4,668	4,810
43	Netherlands	7,473	1,525	1,903	2,292	1,753	1,817	1,860	1,569	1,917	2,274	1,713	1,873	1,870
44	United Kingdom	28,832	6,696	7,381	7,012	7,743	7,578	7,940	6,877	7,434	6,927	7,594	7,849	7,992
45	Other	24,734	5,909	6,254	6,021	6,550	6,053	6,629	6,079	6,300	5,949	6,406	6,277	6,671
46	Western Europe, excluding EU	15,336	3,504	4,433	3,619	3,780	3,633	3,893	3,593	4,459	3,577	3,707	3,753	3,915
47	Canada ³	158,640	38,081	40,971	38,910	40,678	42,004	43,410	39,106	41,254	38,456	39,824	43,540	43,680
48	Japan	115,167	28,768	27,953	28,434	30,012	30,096	29,347	29,614	28,166	28,085	29,302	31,250	29,529
49	Australia, New Zealand, and South Africa ¹⁰													
50	Australia	3,869	827	882	992	1,168	1,159	1,183	851	889	981	1,148	1,192	1,190
51	Eastern Europe	7,003	1,376	1,679	1,766	2,182	1,864	2,010	1,418	1,694	1,748	2,143	1,931	2,024
52	Latin America and Other Western Hemisphere	124,933	28,117	31,405	32,039	33,372	32,831	34,957	28,833	31,643	31,724	32,733	33,952	35,159
53	Brazil	8,773	2,060	2,176	2,320	2,217	2,327	2,510	2,119	2,191	2,290	2,173	2,419	2,526
54	Mexico	75,108	17,108	18,791	19,195	20,014	19,891	21,503	17,585	18,943	18,998	19,582	20,608	21,633
55	Venezuela	13,171	2,672	3,269	3,452	3,778	3,297	3,288	2,698	3,288	3,747	3,347	3,329	3,299
56	Other	27,881	6,277	7,169	7,072	7,363	7,316	7,656	6,431	7,221	6,998	7,231	7,578	7,701
57	Other countries in Asia and Africa ^{8 10}	231,998	52,460	54,574	63,554	61,410	56,021	61,180	53,998	55,041	62,913	60,046	58,085	61,543
58	Asia ^{8 10}	212,788	48,432	49,620	58,262	56,474	50,880	56,188	49,915	50,060	57,653	55,160	52,840	56,533
59	Members of OPEC	21,011	4,291	4,973	5,709	6,038	4,754	5,489	4,373	5,010	5,671	5,957	4,890	5,514
60	China	51,511	10,061	11,313	15,792	14,345	12,520	14,479	10,428	11,455	15,660	13,968	13,044	14,569
61	Hong Kong	9,854	2,270	2,237	2,741	2,606	2,331	2,244	2,346	2,259	2,712	2,537	2,218	2,257
62	Korea, Republic of	22,611	6,198	5,508	5,299	5,606	5,086	5,803	6,377	5,537	5,223	5,474	5,279	5,840
63	Singapore	20,338	5,059	5,022	5,194	5,063	4,566	5,156	5,200	5,058	5,130	4,950	4,735	5,189
64	Taiwan	29,902	6,868	7,246	7,945	7,843	7,256	7,926	7,082	7,306	7,853	7,661	7,543	7,976
65	Africa ^{8 10}	18,940	3,980	4,689	5,187	4,884	5,078	4,910	4,033	4,916	5,155	4,836	5,179	4,929
66	Members of OPEC	10,211	2,086	2,727	2,997	2,401	2,794	2,783	2,098	2,741	2,984	2,388	2,828	2,789
67	International organizations and unallocated													
	Memoranda:													
68	Industrial countries ⁸	443,093	106,617	112,830	109,135	114,511	115,035	120,061	109,589	113,640	107,836	112,028	119,254	120,799
69	Members of OPEC ⁸	44,393	9,049	10,969	12,158	12,217	10,845	11,580	9,169	11,039	12,092	11,062	11,065	11,602
70	Other countries ⁸	315,753	72,063	75,651	84,225	83,814	78,996	85,461	74,215	76,294	83,328	81,916	81,995	85,991
	BALANCE (EXCESS OF EXPORTS +)													
71	Total, all countries	191,170	-36,287	-45,252	-59,848	-49,783	-42,064	-44,456	-42,925	-47,562	-52,493	-48,190	-49,787	-46,903
72	Western Europe	-24,435	-3,170	-5,911	-9,255	-6,099	-2,256	-5,092	-4,483	-6,433	-7,736	-5,781	-3,811	-5,696
73	European Union	-21,507	-2,933	-5,052	-8,314	-5,208	-2,179	-5,924	-4,105	-5,533	-6,958	-4,913	-3,571	-6,478
74	Belgium and Luxembourg	3,186	546	781	1,323	1,498	728	578	482	-221	1,433	1,492	665	-642
75	France	-4,176	-585	-1,092	-1,504	-995	-739	-1,036	-724	-1,161	-1,357	-934	-904	-1,106
76	Germany ⁹	-15,861	-3,206	-3,782	-4,511	-4,362	-3,905	-4,629	-3,507	-3,898	-4,215	-4,241	-4,289	-4,757
77	Italy	-9,673	-2,072	-2,157	-2,881	-2,563	-2,268	-2,452	-2,218	-2,202	-2,755	-2,498	-2,446	-2,501
78	Netherlands	9,028	2,604	2,014	1,231	3,179	2,938	2,970	2,514	2,003	1,379	3,132	2,865	2,922
79	United Kingdom	1,414	579	1,644	-58	-751	1,976	1,395	366	1,512	240	-704	1,698	1,257
80	Other	-5,425	-799	-1,498	-1,914	-1,214	-909	-1,594	-1,016	-1,566	-1,683	-1,160	-1,160	-1,671
81	Western Europe, excluding EU	-2,928	-237	-859	-941	-891	-77	832	-382	-900	-778	-868	-240	782
82	Canada ³	-24,031	-4,877	-6,593	-6,557	-6,004	-5,181	-4,509	-6,079	-7,130	-5,133	-5,689	-6,619	-5,086
83	Japan	-49,213	-11,602	-11,477	-12,303	-13,831	-13,648	-12,708	-12,704	-11,692	-11,317	-13,500	-14,914	-12,914
84	Australia, New Zealand, and South Africa ¹⁰													
85	Australia	7,836	2,158	2,028	1,903	1,747	1,664	1,897	2,122	1,990	1,999	1,725	1,635	1,863
86	Eastern Europe	356	557	-45	22	-178	-53	106	478	-48	125	-199	-149	92
87	Latin America and Other Western Hemisphere	-16,069	-3,431	-4,945	-4,321	-3,372	-3,315	-2,503	-4,358	-5,338	-3,082	-3,291	-4,428	-2,912
88	Brazil	3,574	497	742	1,053	1,282	1,050	1,320	421	698	1,186	1,269	960	1,267
89	Mexico	-18,373	-4,143	-5,144	-4,852	-4,234	-4,226	-4,511	-4,724	-5,369	-4,185	-4,095	-4,912	-4,748
90	Venezuela	-8,506	-1,609	-2,053	-2,271	-2,573	-1,999	-1,641	-1,646	-2,078	-2,218	-2,564	-2,053	-1,660
91	Other	7,236	1,824	1,510	1,749	2,153	1,860	2,329	1,591	1,411	2,135	2,099	1,577	2,229
92	Other countries in Asia and Africa ^{8 10}	-85,616	-15,924	-18,309	-29,337	-22,046	-19,275	-21,647	-17,901	-18,911	-27,349	-21,455	-21,501	-22,250
93	Asia ^{8 10}	-77,408	-14,645	-16,072	-26,810	-19,881	-16,500	-19,291	-16,505	-16,658	-24,997	-19,248	-18,598	-19,873
94	Members of OPEC	-7,155	-1,037	-1,466	-2,437	-2,215	-1,479	-1,523	-1,171	-1,526	-2,250	-2,208	-1,640	-1,574
95	China	-39,573	-6,911	-8,327	-13,278	-10,557	-9,663	-11,553	-7,316	-9,869	-13,036	-10,252	-10,200	-11,659
96	Hong Kong	4,019	887	838	559	1,235	1,355	1,710	780	1,301	705	1,233	1,254	1,678
97	Korea, Republic of	3,042	105	846	965	1,126	1,251	1,181	166	808	1,279	1,121	1,017	1,104
98	Singapore	-4,085	-749	-918	-1,285	-1,133	-230	-850	-922	-994	-1,101	-1,068	-928	-928
99	Taiwan	-12,362	-2,509	-2,673	-3,950	-3,230	-2,714	-3,361	-2,778	-2,747	-3,691	-3,146	-3,028	-3,429
100	Africa ^{8 10}	-7,304	-1,301	-2,281	-2,502	-2,220	-2,797	-2,367	-1,414	-2,308	-2,341	-2,241	-2,920	-2,390
101	Members of OPEC	-8,407	-1,690	-2,125	-2,616	-1,976	-2,484	-2,396	-1,713	-2,137	-2,584	-1,973	-2,522	-2,401
102	International organizations and unallocated	2	2						2					
	Memoranda:													
103	Industrial countries ⁸	-88,792	-17,134	-21,786	-25,913	-23,959	-19,183	-20,259	-20,823	-23,115	-21,835	-23,019	-23,504	-21,697
104	Members of OPEC ⁸	-24,068	-4,336	-5,644	-7,324	-6,764	-5,962	-5,560	-4,530	-5,741	-7,052	-6,745	-6,215	-5,635
105	Other countries ⁸	-78,312	-14,819	-17,822	-26,611	-19,060	-16,919	-18,637	-17,574	-18,706	-23,606	-18,426	-20,068	-19,571

Table 2.—U.S. Trade in Goods—Continued

[Millions of dollars]

Line		1996	Not seasonally adjusted						Seasonally adjusted					
			1996				1997		1996				1997	
			I	II	III	IV	I ^a	II ^a	I	II	III	IV	I ^a	II ^a
C	Trade in goods, by principal end-use category, adjusted to balance of payments basis, excluding military:													
1	Exports of goods, balance of payments basis, excluding military (A-8)	612,069	151,442	154,198	145,670	160,759	162,812	172,626	150,048	153,411	150,764	157,846	162,527	171,489
2	Agricultural products	61,488	16,827	14,341	13,667	16,653	15,196	13,508	15,863	15,080	15,093	15,452	14,322	14,155
3	Nonagricultural products	550,581	134,615	139,857	132,003	144,106	147,616	159,118	134,185	138,331	135,671	142,394	148,205	157,334
4	Foods, feeds, and beverages	55,533	14,463	13,063	13,090	14,917	13,199	11,619	14,032	13,762	13,785	13,954	12,779	12,188
5	Agricultural	51,203	13,442	12,103	11,822	13,836	12,139	10,668	13,001	12,674	12,746	12,782	11,703	11,122
6	Grains and preparations	21,230	5,744	5,219	5,293	4,974	4,400	3,648	5,624	5,270	5,408	4,928	4,246	3,709
7	Wheat	6,413	1,712	1,471	2,108	1,122	846	879	1,712	1,471	2,108	1,122	846	879
8	Corn	8,874	2,428	2,462	1,776	2,208	1,770	1,370	2,428	2,462	1,776	2,208	1,770	1,370
9	Soybeans	7,364	2,192	1,199	1,158	2,815	2,178	1,162	1,875	1,730	1,821	2,138	1,653	1,599
10	Meat products and poultry	7,184	1,809	1,871	1,683	1,821	1,645	1,812	1,877	1,852	1,700	1,755	1,723	1,794
11	Vegetables, fruits, nuts, and preparations	8,080	1,902	2,029	1,945	2,204	1,956	2,058	1,978	2,023	2,090	1,989	2,052	2,017
12	Other agricultural foods, feeds, and beverages	7,345	1,795	1,785	1,743	2,022	1,960	1,988	1,847	1,799	1,727	1,972	2,029	2,003
13	Nonagricultural (fish, distilled beverages, etc.)	4,330	1,021	960	1,268	1,081	1,060	951	1,031	1,088	1,039	1,172	1,076	1,066
14	Fish and shellfish	3,117	760	678	964	715	780	643	770	805	734	808	796	758
15	Industrial supplies and materials	147,973	37,101	38,131	35,636	37,105	38,656	41,355	36,625	37,757	36,175	37,416	38,542	40,919
16	Agricultural	10,038	3,312	2,173	1,797	2,756	2,979	2,767	2,801	2,346	2,284	2,607	2,553	2,966
17	Raw cotton	2,744	1,374	1,443	244	683	862	724	1,012	485	532	715	581	742
18	Tobacco, unmanufactured	1,366	408	311	215	432	452	504	352	340	304	370	389	565
19	Hides and skins, including furskins	1,693	412	460	421	400	468	446	389	440	424	440	447	425
20	Other agricultural industrial supplies	4,235	1,118	959	917	1,241	1,197	1,093	1,048	1,081	1,024	1,082	1,136	1,234
21	Nonagricultural	137,935	33,789	35,958	33,839	34,349	35,677	38,588	33,824	35,411	33,891	34,809	35,989	37,953
22	Energy products	15,533	3,710	3,476	3,913	4,434	3,869	3,908	3,764	3,465	3,888	4,416	3,923	3,901
23	Fuels and lubricants	15,404	3,682	3,447	3,874	4,401	3,849	3,881	3,737	3,435	3,850	4,382	3,903	3,874
24	Coal and related fuels	4,439	1,043	1,142	1,122	1,132	988	1,024	1,100	1,131	1,094	1,114	1,043	1,016
25	Petroleum and products	9,631	2,401	1,938	2,378	2,914	2,508	2,343	2,400	1,937	2,382	2,912	2,507	2,344
26	Paper and paper base stocks	12,482	3,240	3,063	3,054	3,125	3,119	3,165	3,233	3,038	3,022	3,189	3,158	3,134
27	Textile supplies and related materials	9,555	2,252	2,432	2,394	2,477	2,526	2,738	2,268	2,359	2,449	2,479	2,573	2,649
28	Chemicals, excluding medicinals	42,472	10,654	10,843	10,344	10,631	11,347	12,248	10,556	10,628	10,478	10,810	11,358	11,988
29	Building materials, except metals	9,261	2,185	2,315	2,307	2,454	2,380	2,510	2,224	2,246	2,312	2,479	2,443	2,442
30	Other nonmetals	15,262	3,760	3,782	3,776	3,944	4,067	4,268	3,701	3,716	3,793	4,052	4,027	4,187
31	Metals and nonmetallic products	33,370	7,988	10,047	8,051	7,284	8,369	9,751	8,078	9,959	7,949	7,384	8,507	9,652
32	Steelmaking materials	2,116	521	567	567	461	495	592	554	539	539	488	525	560
33	Iron and steel products	5,448	1,448	1,399	1,322	1,279	1,434	1,479	1,449	1,400	1,325	1,274	1,443	1,479
34	Nonferrous metals	15,480	3,589	5,460	3,532	2,899	3,716	4,771	3,639	5,488	3,433	2,920	3,773	4,806
35	Nonmonetary gold	6,940	1,577	1,128	1,307	2,989	1,684	2,322	1,328	1,307	1,307	928	1,684	2,322
36	Other precious metals	1,448	278	437	441	292	272	572	279	438	439	292	271	575
37	Other nonferrous metals	7,092	1,734	1,895	1,784	1,679	1,760	1,877	1,783	1,922	1,687	1,700	1,818	1,909
38	Other metals and nonmetallic products	10,326	2,430	2,621	2,630	2,645	2,724	2,909	2,436	2,536	2,652	2,702	2,766	2,807
39	Capital goods, except automotive	253,141	62,383	63,029	59,831	67,898	68,869	74,138	61,974	63,153	61,694	66,320	68,983	74,220
40	Machinery, except consumer-type	220,277	55,176	54,127	52,818	58,156	58,484	62,234	54,763	54,254	54,573	56,687	58,605	62,318
41	Electric generating machinery, electric apparatus, and parts	24,113	5,877	5,855	5,961	6,420	6,508	7,062	5,857	5,805	6,039	6,412	6,558	6,997
42	Nonelectric, including parts and attachments	196,164	49,299	48,272	46,857	51,736	51,976	55,172	48,906	48,449	48,534	50,275	52,047	55,321
43	Oil drilling, mining, and construction machinery	10,283	2,986	3,238	3,120	3,349	3,292	3,676	3,005	3,203	3,131	3,354	3,150	3,630
44	Industrial engines, pumps, and compressors	12,697	2,541	2,487	2,462	2,797	3,118	3,227	2,540	2,488	2,551	2,708	3,150	3,222
45	Machine tools and metalworking machinery	5,801	1,345	1,549	1,448	1,459	1,403	1,590	1,341	1,548	1,499	1,413	1,416	1,588
46	Measuring, testing, and control instruments	9,805	2,457	2,428	2,389	2,531	2,680	2,939	2,404	2,399	2,475	2,527	2,642	2,901
47	Other industrial, agricultural, and service industry machinery	40,096	9,937	10,133	9,746	10,280	10,552	11,483	9,986	9,871	10,038	10,201	10,693	11,163
48	Computers, peripherals, and parts	33,719	11,568	10,409	10,162	11,580	11,906	12,037	11,158	10,846	10,885	10,830	11,582	12,538
49	Semiconductors	45,768	9,338	8,714	8,398	9,318	9,471	9,577	9,190	8,712	8,613	9,253	9,450	9,578
50	Telecommunications equipment	20,323	4,700	4,973	4,871	4,903	5,868	4,929	5,036	4,934	5,424	5,225	5,919	5,919
51	Other office and business machines	2,925	722	696	731	776	717	733	692	753	747	729	813	863
52	Scientific, hospital, and medical equipment and parts	14,747	3,705	3,645	3,530	3,867	3,934	3,958	3,620	3,654	3,655	3,818	3,842	3,919
53	Civilian aircraft, engines, parts	30,792	6,588	8,325	6,588	9,291	9,914	11,372	6,582	8,322	6,696	9,182	9,907	11,370
54	Civilian aircraft, complete, all types	15,660	2,870	4,705	2,951	5,134	5,708	6,837	2,870	4,705	2,951	5,134	5,708	6,837
55	Other transportation equipment	2,072	619	577	425	451	471	532	619	577	425	451	471	532
56	Automotive vehicles, engines, and parts	65,022	16,085	17,163	14,846	16,928	18,093	19,543	15,669	16,048	16,552	16,753	17,735	18,359
57	To Canada	35,138	8,681	9,802	7,961	8,694	9,896	10,665	8,430	8,845	9,086	8,777	9,686	9,632
58	Passenger cars, new and used	7,840	1,840	2,310	1,602	2,088	2,327	2,833	1,835	1,972	1,962	2,071	2,295	2,459
59	Trucks, buses, and special purpose vehicles	5,140	1,182	1,424	1,178	1,356	1,479	1,479	1,220	1,281	1,307	1,332	1,420	1,321
60	Engines and engine parts	3,625	964	1,008	822	831	1,011	1,012	923	932	939	831	978	936
61	Other parts and accessories	18,533	4,695	5,060	4,359	4,419	5,187	5,341	4,452	4,660	4,878	4,543	4,993	4,916
62	To other areas	29,884	7,404	7,361	6,885	8,234	8,197	8,878	7,239	7,203	7,466	7,976	8,049	8,727
63	Passenger cars, new and used	9,126	2,683	2,156	1,895	2,392	1,962	2,070	2,553	2,127	2,307	2,139	1,859	2,052
64	Trucks, buses, and special purpose vehicles	3,870	853	978	819	1,220	1,124	1,169	859	980	1,125	1,135	1,170	1,170
65	Engines and engine parts	2,309	531	564	545	669	770	727	524	545	567	673	761	713
66	Other parts and accessories	14,579	3,337	3,663	3,626	3,953	4,341	4,912	3,303	3,551	3,776	3,949	4,294	4,792
67	Consumer goods (nonfood), except automotive	70,138	16,814	17,477	17,182	18,665	18,403	19,817	17,078	17,485	17,348	18,227	18,814	19,788
68	Consumer nondurable goods, manufactured	34,090	8,229	8,460	8,556	8,845	8,940	9,395	8,452	8,513	8,418	8,707	9,234	9,413
69	Medical, dental, and pharmaceutical preparations, including vitamins	7,988	1,989	2,079	1,887	2,033	2,212	2,371	1,983	2,074	1,896	2,035	2,208	2,370
70	Consumer durable goods, manufactured	33,154	7,889	8,209	8,005	9,051	8,775	9,568	7,942	8,170	8,294	8,748	8,903	9,527
71	Household and kitchen appliances and other household goods	13,891	3,422	3,496	3,380	3,593	3,652	3,991	3,359	3,435	3,517	3,580	3,614	3,924
72	Unmanufactured consumer goods (gem stones, nursery stock)	2,894	696	808	621	769	688	854	684	802	636	772	677	848
73	Exports, n.e.c.	20,262	4,596	5,335	5,085	5,246	5,592	6,154	4,670	5,206	5,210	5,176	5,674	6,015

Table 2.—U.S. Trade in Goods—Continued

[Millions of dollars]

Line		1996	Not seasonally adjusted						Seasonally adjusted					
			1996				1997		1996				1997	
			I	II	III	IV	I ^a	II ^a	I	II	III	IV	I ^a	II ^a
C	Trade in goods, by principal end-use category, adjusted to balance of payments basis, excluding military—Continued:													
74	Imports of goods, balance of payments basis, excluding military (A–16)	803,239	187,729	199,450	205,518	210,542	204,876	217,082	192,973	200,973	203,257	206,036	212,314	218,392
75	Petroleum and products ⁷	72,744	14,533	18,403	19,130	20,678	18,891	17,570	14,619	18,514	19,052	20,559	19,170	17,623
76	Nonpetroleum products	730,495	173,196	181,047	186,388	189,864	185,985	199,512	178,354	182,459	184,205	185,477	193,144	200,769
77	Foods, feeds, and beverages	35,711	8,498	8,987	8,791	9,435	9,375	9,973	8,605	8,980	8,953	9,173	9,507	9,982
78	Agricultural	26,484	6,469	6,839	6,346	6,830	7,211	7,595	6,352	6,716	6,630	6,786	7,098	7,479
79	Coffee, cocoa, and sugar	4,118	1,172	968	1,068	910	1,244	1,381	1,172	968	1,068	910	1,244	1,381
80	Green coffee	2,491	712	599	561	619	815	1,040	712	599	561	619	815	1,040
81	Meat products and poultry	3,769	944	927	970	928	979	1,113	944	927	970	928	980	1,113
82	Vegetables, fruits, nuts, and preparations	7,390	1,993	2,183	1,460	1,754	2,296	2,020	1,628	2,032	1,817	1,913	1,898	1,889
83	Wine and related products	2,793	523	718	745	807	622	836	645	704	723	721	766	815
84	Other agricultural foods, feeds, and beverages	8,413	1,837	2,042	2,103	2,431	2,070	2,244	1,962	2,084	2,052	2,315	2,209	2,280
85	Nonagricultural (fish, distilled beverages, etc)	9,227	2,029	2,148	2,445	2,605	2,164	2,378	2,253	2,264	2,323	2,387	2,409	2,503
86	Fish and shellfish	6,663	1,462	1,553	1,737	1,911	1,577	1,727	1,607	1,630	1,661	1,765	1,742	1,807
87	Whiskey and other alcoholic beverages	2,045	441	465	574	565	464	515	519	504	529	493	545	561
88	Industrial supplies and materials	209,497	47,444	54,308	53,294	54,451	54,384	55,569	47,533	53,933	53,377	54,654	54,925	54,934
89	Agricultural	6,461	1,599	1,612	1,726	1,524	1,614	1,686	1,571	1,597	1,756	1,537	1,582	1,660
90	Nonagricultural products	203,036	45,845	52,696	51,568	52,927	52,770	53,883	45,962	52,336	51,621	53,117	53,343	53,274
91	Energy products	80,278	16,357	20,026	20,925	22,970	21,130	19,398	16,318	20,179	21,002	22,779	21,223	19,487
92	Fuels and lubricants ^{7 11}	79,311	16,148	19,805	20,637	22,721	20,910	19,162	16,108	19,958	20,714	22,531	21,003	19,250
93	Paper and paper base stocks	10,871	3,071	2,588	2,602	2,610	2,548	2,627	3,106	2,595	2,597	2,573	2,594	2,626
94	Textile supplies and related materials	8,843	2,019	2,228	2,278	2,318	2,375	2,609	2,069	2,158	2,246	2,370	2,468	2,520
95	Chemicals, excluding medicinals	26,897	6,962	6,872	6,453	6,610	7,439	7,400	6,606	6,721	6,702	6,868	7,161	7,194
96	Building materials, except metals	15,035	3,140	3,723	4,221	3,951	3,731	4,457	3,296	3,587	4,091	4,061	3,984	4,269
97	Other nonmetals	13,353	3,147	3,361	3,464	3,381	3,298	3,607	3,262	3,313	3,381	3,397	3,457	3,537
98	Metals and nonmetallic products	47,759	11,149	13,898	11,625	11,087	12,249	13,785	11,305	13,783	11,602	11,069	12,456	13,641
99	Steelmaking materials	3,044	731	840	736	737	605	754	823	799	703	719	689	717
100	Iron and steel products	17,221	3,887	4,206	4,578	4,550	4,391	4,704	3,931	4,160	4,573	4,557	4,447	4,643
101	Nonferrous metals	21,679	5,133	7,393	4,818	4,335	5,627	6,628	5,142	7,399	4,826	4,312	5,688	6,627
102	Nonmonetary gold	7,747	1,690	3,659	1,539	859	2,170	2,739	1,630	3,659	1,539	859	2,170	2,739
103	Other precious metals	2,494	589	612	576	717	488	552	591	613	577	713	493	553
104	Bauxite and aluminum	5,071	1,293	1,395	1,182	1,201	1,318	1,568	1,296	1,398	1,185	1,192	1,336	1,567
105	Other nonferrous metals	6,367	1,561	1,727	1,521	1,558	1,651	1,769	1,565	1,729	1,525	1,548	1,669	1,768
106	Other metallic and nonmetallic products	5,815	1,398	1,459	1,493	1,465	1,626	1,699	1,409	1,425	1,500	1,481	1,652	1,654
107	Capital goods, except automotive	229,049	56,479	56,105	57,040	59,425	57,463	62,583	57,776	56,572	56,846	57,855	59,326	62,941
108	Machinery, except consumer-type	214,433	53,181	52,420	53,305	55,527	53,595	58,190	54,470	52,878	53,143	53,942	55,469	58,548
109	Electric generating machinery, electric apparatus and parts	24,749	5,820	6,006	6,371	6,552	6,331	6,888	6,045	5,982	6,294	6,428	6,649	6,826
110	Nonelectric, including parts and attachments	189,684	47,361	46,414	46,934	48,975	47,264	51,302	48,425	46,896	46,849	47,514	48,820	51,722
111	Oil drilling, mining, and construction machinery	5,685	1,394	1,498	1,371	1,422	1,547	1,860	1,372	1,404	1,422	1,487	1,532	1,751
112	Industrial engines, pumps, and compressors	6,266	1,561	1,595	1,572	1,538	1,547	1,708	1,587	1,562	1,570	1,547	1,593	1,663
113	Machine tools and metalworking machinery	7,503	1,803	1,901	1,885	1,914	2,055	2,103	1,810	1,813	1,938	1,942	2,098	2,004
114	Measuring, testing, and control instruments	5,960	1,424	1,445	1,530	1,561	1,508	1,623	1,460	1,450	1,514	1,536	1,564	1,623
115	Other industrial, agricultural, and service industry machinery	37,671	9,371	9,592	9,248	9,460	9,502	10,634	9,390	9,364	9,405	9,512	9,647	10,351
116	Computers, peripherals, and parts	61,515	14,598	14,558	15,705	16,654	15,625	16,940	15,205	15,189	15,423	15,698	16,363	17,630
117	Semiconductors	36,707	10,538	9,136	8,499	8,534	8,521	9,029	10,606	9,138	8,573	8,390	8,674	9,012
118	Telecommunications equipment	14,375	3,328	3,349	3,572	4,126	3,495	3,635	3,516	3,536	3,524	3,799	3,714	3,814
119	Other office and business machines	6,794	1,689	1,593	1,687	1,825	1,710	1,851	1,713	1,655	1,666	1,760	1,744	1,922
120	Scientific, hospital, and medical equipment and parts	7,208	1,655	1,747	1,865	1,941	1,754	1,919	1,766	1,785	1,814	1,843	1,891	1,952
121	Transportation equipment, except automotive	14,616	3,298	3,685	3,735	3,898	3,868	4,393	3,306	3,694	3,703	3,913	3,857	4,393
122	Civilian aircraft, engines, parts	12,671	2,719	3,182	3,289	3,481	3,423	3,900	2,727	3,191	3,258	3,495	3,412	3,901
123	Civilian aircraft, complete, all types	3,920	896	1,010	965	1,049	745	1,075	896	1,010	965	1,049	745	1,075
124	Automotive vehicles, engines, and parts	128,938	31,025	33,406	30,920	33,587	35,156	35,731	31,008	32,274	33,420	32,236	35,561	34,542
125	From Canada	45,915	11,091	12,845	11,029	10,950	12,754	13,266	11,211	11,870	12,215	10,619	13,161	12,289
126	Passenger cars, new and used	24,139	5,840	6,929	5,830	5,540	6,848	7,009	6,129	6,303	6,400	5,307	7,309	6,401
127	Trucks, buses, and special purpose vehicles	8,835	2,114	2,437	2,097	2,187	2,454	2,682	2,087	2,305	2,360	2,083	2,478	2,539
128	Engines and engine parts	2,540	654	679	581	626	694	765	598	640	660	642	648	723
129	Other parts and accessories	10,401	2,483	2,800	2,521	2,597	2,758	2,810	2,397	2,622	2,795	2,587	2,726	2,626
130	From other areas	83,023	19,934	20,561	19,891	22,637	22,402	22,465	19,797	20,404	21,205	21,617	22,400	22,253
131	Passenger cars, new and used	41,725	9,807	9,988	9,765	12,165	11,384	11,691	9,831	10,096	10,688	11,110	11,433	11,792
132	Trucks, buses, and special purpose vehicles	4,840	1,054	1,190	1,295	1,301	1,430	1,408	1,184	1,332	1,276	1,437	1,297	1,287
133	Engines and engine parts	9,210	2,327	2,423	2,153	2,307	2,365	2,227	2,286	2,360	2,425	2,319	2,345	2,156
134	Other parts and accessories	27,248	6,746	6,960	6,678	6,864	7,223	7,245	6,632	6,764	6,940	6,912	7,185	7,008
135	Consumer goods (nonfood), except automotive	171,007	37,367	39,238	48,321	46,081	41,077	45,115	40,944	41,905	43,308	44,850	45,300	47,993
136	Consumer nondurable goods, manufactured	80,780	18,253	18,470	23,081	20,976	20,375	21,905	19,298	19,694	20,2			

Table 3.—Private Service Transactions

[Millions of dollars]

Line		1996	Not seasonally adjusted						Seasonally adjusted					
			1996				1997		1996				1997	
			I	II	III	IV	I ^a	II ^a	I	II	III	IV	I ^a	II ^a
1	Exports of private services	221,224	52,029	52,974	59,782	56,440	56,448	57,195	53,676	54,588	55,540	57,427	58,332	58,865
2	Travel (table 1, line 5)	69,908	14,804	17,165	21,041	16,898	16,421	17,916	16,712	17,356	17,659	18,183	18,556	18,091
3	Passenger fares (table 1, line 6)	20,557	4,768	4,769	6,104	4,916	4,976	5,109	5,087	4,952	5,237	5,282	5,319	5,308
4	Other transportation (table 1, line 7)	27,216	6,436	6,788	6,763	7,229	6,873	7,124	6,555	6,805	6,716	7,142	6,999	7,139
5	Freight	11,161	2,629	2,844	2,736	2,952	2,885	2,975	2,649	2,823	2,747	2,941	2,909	2,953
6	Port services	14,691	3,467	3,603	3,683	3,938	3,618	3,780	3,565	3,639	3,625	3,861	3,720	3,817
7	Other	1,364	340	342	343	339	370	369	340	342	343	339	370	369
8	Royalties and license fees (table 1, line 8)	29,974	7,121	7,170	7,410	8,273	7,389	7,753	7,432	7,345	7,495	7,703	7,699	7,935
9	Affiliated	23,760	5,616	5,639	5,845	6,661	5,722	6,046	5,927	5,814	5,829	6,091	6,033	6,228
10	U.S. parents' receipts	21,916	5,232	5,322	5,456	5,907	5,450	5,658	5,531	5,436	5,505	5,445	5,761	5,779
11	U.S. affiliates' receipts	1,844	384	317	389	754	272	388	396	378	424	646	272	449
12	Unaffiliated	6,214	1,505	1,531	1,566	1,612	1,666	1,707	1,505	1,531	1,566	1,612	1,666	1,707
13	Industrial processes ¹	3,979	956	978	1,006	1,040	1,080	1,109	956	978	1,006	1,040	1,080	1,109
14	Other ²	2,235	549	554	560	573	587	598	549	554	560	573	587	598
15	Other private services (table 1, line 9)	73,569	18,900	17,082	18,464	19,124	20,789	19,293	17,890	18,130	18,433	19,117	19,759	20,392
16	Affiliated services,	22,810	5,474	5,477	5,674	6,186	5,940	6,297	5,623	5,571	5,777	5,840	6,103	6,403
17	U.S. parents' receipts	13,763	3,400	3,389	3,358	3,617	3,521	3,675	3,494	3,429	3,410	3,431	3,622	3,719
18	U.S. affiliates' receipts	9,047	2,074	2,088	2,316	2,569	2,419	2,622	2,129	2,142	2,367	2,409	2,481	2,684
19	Unaffiliated services	50,759	13,426	11,605	12,790	12,938	14,849	12,996	12,267	12,559	12,656	13,277	13,656	13,989
20	Education	7,807	3,147	999	2,071	1,589	3,266	1,032	1,916	1,938	1,998	1,955	1,992	2,009
21	Financial services	8,034	1,847	1,938	1,925	2,325	2,259	2,329	1,847	1,938	1,925	2,259	2,329	2,329
22	Insurance, net	2,121	450	513	561	597	620	637	450	513	561	597	620	637
23	Premiums received	6,179	1,480	1,521	1,567	1,609	1,650	1,681	1,480	1,521	1,567	1,609	1,650	1,681
24	Losses paid	4,058	1,030	1,011	1,006	1,012	1,030	1,044	1,030	1,011	1,006	1,012	1,030	1,044
25	Telecommunications	3,405	863	854	838	850	845	849	863	854	838	850	845	849
26	Business, professional, and technical services	19,247	4,681	4,734	4,847	4,985	5,287	5,547	4,681	4,734	4,847	4,985	5,287	5,547
27	Other unaffiliated services ³	10,145	2,438	2,568	2,547	2,592	2,573	2,602	2,510	2,583	2,486	2,565	2,654	2,618
28	Imports of private services	143,086	32,572	36,725	38,943	34,846	34,807	39,919	35,406	35,549	35,873	36,257	37,800	38,673
29	Travel (table 1, line 19)	48,739	10,492	13,236	14,321	10,690	10,935	14,309	12,484	12,099	11,915	12,241	13,018	13,093
30	Passenger fares (table 1, line 20)	15,776	3,545	4,188	4,406	3,637	3,947	4,567	3,860	3,943	3,920	4,053	4,283	4,314
31	Other transportation (table 1, line 21)	28,453	6,648	7,222	7,380	7,203	7,191	7,533	6,816	7,253	7,218	7,166	7,378	7,562
32	Freight	16,879	3,970	4,386	4,326	4,197	4,257	4,621	4,025	4,414	4,312	4,130	4,318	4,650
33	Port services	10,792	2,485	2,643	2,857	2,807	2,720	2,706	2,598	2,647	2,709	2,838	2,845	2,706
34	Other	783	193	193	198	199	214	206	193	193	198	199	214	206
35	Royalties and license fees (table 1, line 22)	7,322	1,697	1,606	2,154	1,865	1,772	1,892	1,724	1,684	2,144	1,770	1,799	1,992
36	Affiliated	5,301	1,331	1,226	1,274	1,471	1,377	1,498	1,358	1,304	1,264	1,376	1,403	1,587
37	U.S. parents' payments	554	117	137	136	164	155	164	117	137	136	164	155	164
38	U.S. affiliates' payments	4,748	1,214	1,089	1,138	1,307	1,222	1,334	1,241	1,167	1,128	1,212	1,248	1,433
39	Unaffiliated	2,021	366	380	880	394	396	395	366	380	880	394	396	395
40	Industrial processes ¹	1,126	267	279	288	292	291	290	267	279	288	292	291	290
41	Other ²	895	99	101	592	103	106	105	99	101	592	103	106	105
42	Other private services (table 1, line 23)	42,796	10,190	10,473	10,682	11,451	10,962	11,618	10,522	10,570	10,676	11,027	11,321	11,712
43	Affiliated services,	16,026	3,677	3,905	3,968	4,476	4,013	4,249	3,877	3,945	4,073	4,130	4,222	4,284
44	U.S. parents' payments	7,505	1,714	1,783	1,879	2,129	1,764	2,026	1,914	1,788	1,935	1,867	1,973	2,034
45	U.S. affiliates' payments	8,521	1,963	1,222	2,089	2,347	2,249	2,223	1,963	2,157	2,138	2,263	2,249	2,250
46	Unaffiliated services	26,770	6,513	6,568	6,714	6,975	6,949	7,369	6,645	6,625	6,603	6,897	7,099	7,428
47	Education	1,041	213	256	315	259	231	278	253	256	262	269	275	278
48	Financial services	3,184	774	781	769	859	888	1,069	774	781	769	859	888	1,069
49	Insurance, net	4,387	1,188	1,089	1,047	1,064	1,139	1,195	1,188	1,089	1,047	1,064	1,139	1,195
50	Premiums paid	15,473	3,816	3,833	3,877	3,947	4,046	4,119	3,816	3,833	3,877	3,947	4,046	4,119
51	Losses recovered	11,086	2,629	2,745	2,830	2,884	2,907	2,924	2,629	2,745	2,830	2,884	2,907	2,924
52	Telecommunications	8,385	2,127	2,103	2,066	2,089	2,076	2,089	2,127	2,103	2,066	2,089	2,076	2,089
53	Business, professional, and technical services	5,253	1,234	1,278	1,335	1,406	1,540	1,612	1,234	1,278	1,335	1,406	1,540	1,612
54	Other unaffiliated services ³	4,520	978	1,062	1,181	1,299	1,074	1,127	1,070	1,119	1,122	1,210	1,180	1,186
Memoranda:														
55	Balance on goods (table 1, line 64)	-191,170	-36,287	-45,252	-59,848	-49,783	-42,064	-44,456	-42,925	-47,562	-52,493	-48,190	-49,787	-46,903
56	Balance on private services (line 1 minus line 28)	78,138	19,457	16,249	20,839	21,594	21,641	17,276	18,270	19,039	19,667	21,170	20,532	20,192
57	Balance on goods and private services (lines 55 and 56)	-113,032	-16,830	-29,003	-39,009	-28,189	-20,423	-27,180	-24,655	-28,523	-32,826	-27,020	-29,255	-26,711

See footnotes on page 94.

Table 4.—Selected U.S. Government Transactions

[Millions of dollars]

Line		1996	Not seasonally adjusted					
			1996				1997	
			I	II	III	IV	I ^P	II ^P
A1	U.S. Government grants and transactions increasing Government assets, total	19,758	5,544	3,652	3,735	6,828	3,240	3,821
	By category							
2	Grants, net (table 1, line 30, with sign reversed)	14,933	4,321	2,423	2,690	5,499	2,109	2,255
3	Financing military purchases ¹	5,461	1,739	527	812	2,383	534	420
4a	Other grants	9,472	2,582	1,896	1,878	3,116	1,575	1,835
4b	Cash contributions received from coalition partners for Persian Gulf operations							
5	Credits and other long-term assets (table 1, line 40, with sign reversed)	4,930	1,076	1,489	1,127	1,238	1,107	1,572
6	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,814	438	358	433	586	427	385
7	Credits repayable in U.S. dollars	2,487	498	974	531	484	525	1,014
8	Credits repayable in other than U.S. dollars	-6	-6	(*)	(*)	(*)	1	
9	Other long-term assets	636	145	158	164	169	154	173
10	Foreign currency holdings and short-term assets, net (table 1, line 42 with sign reversed)	-106	147	-261	-83	91	25	-6
11	Foreign currency holdings (excluding administrative cash holdings), net	-20	4	-20	-5	2	13	-1
	Receipts from:							
12	Sales of agricultural commodities	(*)	(*)		(*)	(*)	(*)	
13	Interest	13	4	3	4	2	7	(*)
14	Repayments of principal	40	21	10	4	6	10	4
15	Reverse grants							
16	Other sources	6	(*)	1	4	1	(*)	4
	Less currencies disbursed for:							
17	Grants and credits in the recipient's currency	2	1	1				
18	Other grants and credits							
19	Other U.S. Government expenditures	77	20	34	16	6	4	10
20	Assets acquired in performance of U.S. Government guarantee and insurance obligations, net	-147	70	-215	25	-27	-5	-21
21	Other assets held under Commodity Credit Corporation Charter Act, net	(*)	(*)	(*)	(*)	(*)	(*)	(*)
22	Assets financing military sales contracts, net ²							
23	Other short-term assets (including changes in administrative cash holdings), net	60	73	-26	-103	116	16	16
	By program							
24	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,814	438	358	433	586	427	385
25	Under Agricultural Trade Development and Assistance Act and related programs	823	207	196	175	245	147	189
26	Under Foreign Assistance Act and related programs	13,710	4,173	2,143	2,461	4,933	1,947	2,107
27	Under Export-Import Bank Act	1,356	218	478	392	269	336	389
28	Under Commodity Credit Corporation Charter Act	216	109	71	31	6	29	346
29	Under other grant and credit programs	1,161	176	295	187	503	171	218
30	Other foreign currency assets acquired (lines A13, A14, and A16)	58	25	14	11	8	17	8
31	Less foreign currencies used by U.S. Government other than for grants or credits (line A19)	77	20	34	16	6	4	10
32	Other (including changes in administrative cash holdings), net	696	218	132	61	285	170	189
	By disposition³							
33	Estimated transactions involving no direct dollar outflow from the United States	12,012	3,337	2,329	2,458	3,888	1,988	2,481
34	Expenditures on U.S. goods	6,282	2,135	674	869	2,603	737	739
35	Expenditures on U.S. services ⁴	2,635	662	718	669	586	627	732
36	Financing of military sales contracts by U.S. Government ⁵ (line C6)	2,553	447	654	813	638	588	499
37	By long-term credits	457	151	147	67	92	77	99
38	By short-term credits ¹							
39	By grants ¹	2,096	297	508	746	545	511	400
40	U.S. Government grants and credits to repay prior U.S. Government credits ^{1,4}	413	42	231	91	48	36	507
41	U.S. Government long- and short-term credits to repay prior U.S. private credits ⁶ and other assets	233	70	93	50	19	4	21
42	Increase in liabilities associated with U.S. Government grants and transactions increasing Government assets (including changes in retained accounts) ⁷ (line C11)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
43	Less receipts on short-term U.S. Government assets (a) financing military sales contracts ¹ (b) financing repayment of private credits and other assets, and (c) financing expenditures on U.S. goods	27	(*)	8	19		1	8
44	Less foreign currencies used by U.S. Government other than for grants or credits (line A19)	77	20	34	16	6	4	10
45	Estimated dollar payments to foreign countries and international financial institutions	7,747	2,206	1,323	1,277	2,940	1,252	1,340
B1	Repayments on U.S. Government long-term assets, total (table 1, line 41)	4,134	1,013	870	1,206	1,045	1,111	1,328
2	Receipts of principal on U.S. Government credits	3,482	850	704	1,040	887	938	1,161
3	Under Agricultural Trade Development and Assistance Act and related programs	402	69	72	92	169	39	84
4	Under Foreign Assistance Act and related programs	1,585	558	213	565	249	529	340
5	Under Export-Import Bank Act	1,145	172	398	295	279	337	405
6	Under Commodity Credit Corporation Charter Act	175	51	21	63	41	33	331
7	Under other credit programs	175	(*)	(*)	26	149	(*)	1
8	Receipts on other long-term assets	652	163	165	167	157	173	167
C1	U.S. Government liabilities other than securities, total, net increase (+) (table 1, line 53)	720	-143	-204	907	160	478	804
2	Associated with military sales contracts ²	724	-107	-209	854	187	503	810
3	U.S. Government cash receipts from foreign governments (including principal repayments on credits financing military sales contracts), net of refunds ¹	14,993	3,561	2,913	3,714	4,804	2,790	3,490
4	Less U.S. Government receipts from principal repayments	867	368	31	386	83	333	83
5	Less U.S. Treasury securities issued in connection with prepayments for military purchases in the United States	1,307	657	-216	-285	1,151	-648	-486
6	Plus financing of military sales contracts by U.S. Government ⁵ (line A36)	2,553	447	654	813	638	588	499
7	By long-term credits	457	151	147	67	92	77	99
8	By short-term credits ¹							
9	By grants ¹	2,096	297	508	746	545	511	400
10	Less transfers of goods and services (including transfers financed by grants for military purchases, and by credits)/1 2/ (table 1, line 4)	14,647	3,092	3,961	3,572	4,022	3,190	3,582
11	Associated with U.S. Government grants and transactions increasing Government assets (including changes in retained accounts) ⁷ (line A42)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
12	Associated with other liabilities	-5	-36	5	53	-27	-26	-7
13	Sales of nuclear material by Department of Energy/U.S. Enrichment Corporation	34	1	1	44	-11	-34	-3
14	Sales of space launch and other services by National Aeronautics and Space Administration	-43	-39	8	-3	-10	3	-3
15	Other sales and miscellaneous operations	5	2	-4	12	-6	5	-1

See footnotes on page 94.

Table 5.—Direct Investment: Income, Capital, Royalties and License Fees, and Other Private Services

[Millions of dollars]

Line	(Credits +; debits -)	1996	Not seasonally adjusted						Seasonally adjusted						
			1996				1997		1996				1997		
			I	II	III	IV	I ^a	II ^a	I	II	III	IV	I ^a	II ^a	
	U.S. direct investment abroad:														
1	Income with current-cost adjustment, before deduction of withholding taxes (table 1, line 12)	98,890	23,613	24,318	23,837	27,123	26,164	27,893	23,389	23,928	24,675	26,898	25,872	27,498	
2	Earnings	95,514	22,821	23,496	22,993	26,204	25,273	26,963	22,597	23,107	23,831	25,978	24,982	26,568	
3	Distributed earnings	37,629	6,697	9,091	8,235	13,606	7,317	9,981	8,521	10,165	10,169	8,773	9,372	11,489	
4	Reinvested earnings	57,885	16,124	14,405	14,758	12,598	17,956	16,982	14,076	12,942	13,662	17,205	15,609	15,079	
5	Interest ¹	3,377	792	822	843	920	890	930	792	822	843	920	890	930	
6	U.S. parents' receipts	6,377	1,622	1,667	1,678	1,769	1,703	1,748	1,622	1,667	1,678	1,769	1,703	1,748	
7	U.S. parents' payments	-3,360	-830	-846	-835	-850	-813	-818	-830	-846	-835	-850	-813	-818	
8	Less: Current-cost adjustment	2,252	504	543	583	622	662	702	504	543	583	622	662	702	
9	Less: Withholding taxes	1,572	289	396	355	532	358	379	318	459	409	385	400	441	
10	Equals: Income without current-cost adjustment, after deduction of withholding taxes ²	95,067	22,820	23,379	22,899	25,969	25,144	26,812	22,567	22,926	23,683	25,891	24,810	26,355	
11	Petroleum	11,960	3,007	2,858	2,611	3,484	3,735	3,296	2,831	2,969	2,864	3,296	3,493	3,415	
12	Manufacturing	34,975	8,990	9,356	8,194	8,436	8,624	9,813	8,913	8,792	8,725	8,545	8,533	9,237	
13	Other	48,132	10,823	11,165	12,094	14,050	12,785	13,703	10,823	11,165	12,094	14,050	12,785	13,703	
14	Capital with current-cost adjustment (table 1, line 44)	-87,813	-24,258	-25,097	-12,200	-26,258	-28,773	-30,984	-22,210	-23,633	-11,104	-30,866	-26,426	-29,081	
15	Equity capital	-21,605	-9,370	-2,161	-4,788	-5,286	-11,252	-10,366	-9,370	-2,161	-4,788	-5,286	-11,252	-10,366	
16	Increases in equity capital ³	-38,895	-12,469	-7,949	-7,545	-10,932	-13,604	-14,465	-12,469	-7,949	-7,545	-10,932	-13,604	-14,465	
17	Decreases in equity capital ⁴	17,290	3,098	5,788	2,757	5,646	2,352	4,098	3,098	5,788	2,757	5,646	2,352	4,098	
18	Reinvested earnings	-57,885	-16,124	-14,405	-14,758	-12,598	-17,956	-16,982	-14,076	-12,942	-13,662	-17,205	-15,609	-15,079	
19	Intercompany debt	-8,323	1,237	-8,531	7,346	-8,374	436	-3,636	1,237	-8,531	7,346	-8,374	436	-3,636	
20	U.S. parents' receivables	-8,563	7,254	-10,528	4,505	-9,793	-6,167	-2,878	7,254	-10,528	4,505	-9,793	-6,167	-2,878	
21	U.S. parents' payables	241	-6,017	1,997	2,841	1,419	6,602	-757	-6,017	1,997	2,841	1,419	6,602	-757	
22	Less: Current-cost adjustment (line 8 with sign reversed)	-2,252	-504	-543	-583	-622	-662	-702	-504	-543	-583	-622	-662	-702	
23	Equals: Capital without current-cost adjustment ²	-85,561	-23,754	-24,554	-11,617	-25,636	-28,111	-30,282	-21,706	-23,090	-10,521	-30,244	-25,764	-28,379	
24	Equity capital (line 15)	-21,605	-9,370	-2,161	-4,788	-5,286	-11,252	-10,366	-9,370	-2,161	-4,788	-5,286	-11,252	-10,366	
25	Petroleum	352	-331	2,215	-910	-623	-762	-805	-331	2,215	-910	-623	-762	-805	
26	Manufacturing	-9,024	-4,668	-1,378	-873	-2,105	-3,595	-1,315	-4,668	-1,378	-873	-2,105	-3,595	-1,315	
27	Other	-12,933	-4,371	-2,998	-3,005	-2,559	-6,895	-8,247	-4,371	-2,998	-3,005	-2,559	-6,895	-8,247	
28	Reinvested earnings without current-cost adjustment (line 18 less line 22)	-55,633	-15,620	-13,862	-14,175	-11,976	-17,294	-16,280	-13,572	-12,399	-13,079	-16,583	-14,947	-14,737	
29	Petroleum	-5,533	-1,640	-1,141	-1,000	-1,753	-2,580	-1,437	-1,166	-1,420	-1,047	-1,900	-2,046	-1,731	
30	Manufacturing	-21,248	-6,589	-6,542	-4,518	-3,599	-5,642	-5,313	-6,370	-5,274	-4,431	-5,173	-5,350	-3,546	
31	Other	-28,852	-7,391	-6,179	-8,658	-6,624	-9,073	-9,530	-6,036	-5,705	-7,601	-9,510	-7,551	-9,100	
32	Intercompany debt (line 19)	-8,323	1,237	-8,531	7,346	-8,374	436	-3,636	1,237	-8,531	7,346	-8,374	436	-3,636	
33	Petroleum	-963	947	-1,722	419	607	435	160	947	-1,722	419	607	435	160	
34	Manufacturing	1,743	1,987	772	-1,953	937	-2,693	908	1,987	772	-1,953	937	-2,693	908	
35	Other	-9,102	-1,698	-7,581	8,880	-8,704	2,694	-4,703	-1,698	-7,581	8,880	-8,704	2,694	-4,703	
36	Royalties and license fees, before deduction of withholding taxes, net	21,363	5,115	5,185	5,319	5,742	5,296	5,494	5,415	5,299	5,369	5,281	5,607	5,616	
37	U.S. parents' receipts (table 1, part of line 8)	21,916	5,232	5,322	5,456	5,907	5,450	5,658	5,531	5,436	5,505	5,445	5,761	5,779	
38	U.S. parents' payments (table 1, part of line 22)	-554	-117	-137	-136	-164	-155	-164	-117	-137	-136	-164	-155	-164	
39	Other private services, before deduction of withholding taxes, net	6,259	1,686	1,606	1,479	1,488	1,757	1,649	1,580	1,641	1,475	1,564	1,649	1,686	
40	U.S. parents' receipts (table 1, part of line 9)	13,763	3,400	3,389	3,358	3,617	3,521	3,675	3,494	3,429	3,410	3,431	3,622	3,719	
41	U.S. parents' payments (table 1, part of line 23)	-7,505	-1,714	-1,783	-1,879	-2,129	-1,764	-2,026	-1,914	-1,788	-1,935	-1,867	-1,973	-2,034	
	Foreign direct investment in the United States:														
42	Income with current-cost adjustment, before deduction of withholding taxes (table 1, line 26)	-32,132	-6,488	-8,184	-9,905	-7,554	-8,174	-10,433	-6,842	-7,873	-9,612	-7,805	-8,539	-10,113	
43	Earnings	-24,211	-5,259	-6,079	-7,569	-5,304	-6,065	-7,790	-5,612	-5,767	-7,276	-5,555	-6,429	-7,470	
44	Distributed earnings	-12,024	-2,652	-2,496	-2,131	-4,745	-2,141	-3,158	-2,792	-2,639	-2,439	-1,555	-2,244	-3,286	
45	Reinvested earnings	-12,187	-2,607	-3,583	-5,438	-559	-3,924	-4,631	-2,821	-3,129	-4,836	-1,400	-4,185	-4,184	
46	Interest ¹	-7,921	-1,230	-2,105	-2,336	-2,250	-2,110	-2,643	-1,230	-2,105	-2,336	-2,250	-2,110	-2,643	
47	U.S. affiliates' payments	-13,220	-2,935	-3,077	-3,596	-3,612	-3,437	-3,901	-2,935	-3,077	-3,596	-3,612	-3,437	-3,901	
48	U.S. affiliates' receipts	5,299	1,706	972	1,260	1,363	1,327	1,258	1,706	972	1,260	1,363	1,327	1,258	
49	Less: Current-cost adjustment	1,873	468	468	468	469	471	473	468	468	468	469	471	473	
50	Less: Withholding taxes	-245	-47	-38	-64	-96	-39	-47	-47	-38	-64	-96	-39	-47	
51	Equals: Income without current-cost adjustment, after deduction of withholding taxes ²	-33,759	-6,909	-8,615	-10,309	-7,927	-8,607	-10,859	-7,263	-8,303	-10,016	-8,178	-8,971	-10,539	
52	Petroleum	-4,190	-704	-988	-1,426	-1,072	-1,182	-1,282	-704	-988	-1,426	-1,072	-1,182	-1,282	
53	Manufacturing	-17,262	-3,562	-4,863	-4,662	-4,176	-4,189	-5,405	-3,916	-4,551	-4,368	-4,427	-4,553	-5,085	
54	Other	-12,308	-2,643	-2,764	-4,221	-2,679	-3,236	-4,172	-2,643	-2,764	-4,221	-2,679	-3,236	-4,172	
55	Capital with current-cost adjustment (table 1, line 57)	76,955	15,662	17,894	26,579	16,820	30,381	29,320	15,877	17,440	25,977	17,661	30,641	28,872	
56	Equity capital	53,030	16,996	7,141	12,993	15,900	11,799	11,576	16,996	7,141	12,993	15,900	11,799	11,576	
57	Increases in equity capital ³	62,739	18,194	10,625	16,116	17,804	12,622	12,757	18,194	10,625	16,116	17,804	12,622	12,757	
58	Decreases in equity capital ⁴	-9,709	-1,198	-3,484	-3,123	-1,904	-822	-1,181	-1,198	-3,484	-3,123	-1,904	-822	-1,181	
59	Reinvested earnings	12,187	2,607	3,583	5,438	559	3,924	4,631	2,821	3,129	4,836	1,400	4,185	4,184	
60	Intercompany debt	11,739	-3,940	7,170	8,148	360	14,657	13,112	-3,940	7,170	8,148	360	14,657	13,112	
61	U.S. affiliates' payables	24,102	5,317	5,528	8,345	4,912	21,500	13,127	5,317	5,528	8,345	4,912	21,500	13,127	
62	U.S. affiliates' receivables	-12,363	-9,257	1,642	-197	-4,552	-6,843	-15	-9,257	1,642	-197	-4,552	-6,843	-15	
63	Less: Current-cost adjustment (line 49 with sign reversed)	-1,873	-468	-468	-468	-469	-471	-473	-468	-468	-468	-469	-471	-473	
64	Equals: Capital without current-cost adjustment ²	78,828	16,130	18,362	27,047	17,289	30,852	29,793	16,345	17,908	26,445	18,130	31,112	29,345	

Table 6.—Securities Transactions

[Millions of dollars]

Line	(Credits +; debits -)	1996	Not seasonally adjusted					
			1996				1997	
			I	II	III	IV	I ^r	II ^r
A1	Foreign securities, net U.S. purchases (-), (table 1, line 45 or lines 2 + 13 below)	-108,189	-34,455	-20,328	-23,206	-30,200	-14,510	-21,325
2	Stocks, net U.S. purchases	-58,786	-22,520	-17,519	-8,164	-10,583	-11,757	-13,901
3	New issues in the United States	-11,353	-2,920	-4,908	-1,342	-2,183	-2,007	-2,256
4	Of which Western Europe	-5,796	-757	-3,341	-644	-1,054	-547	-683
5	Canada	(D)	-645	-561	(D)	(D)	(D)	(D)
6	Latin America	(D)	-394	-92	-119	-503	(D)	-917
7	Transactions in outstanding stocks, net	-47,433	-19,600	-12,611	-6,822	-8,400	-9,750	-11,645
8	Western Europe	-25,408	-6,919	-6,917	-5,088	-6,484	-4,824	-188
9	Of which United Kingdom	-12,983	-2,054	-4,843	-1,958	-4,128	-3,122	-2,899
10	Canada	-2,152	-889	-933	-372	-702	1,506	-804
11	Japan	-9,561	-7,929	-2,527	-102	997	-1,920	-8,642
12	Other	-10,312	-3,863	-2,234	-2,004	-2,211	-4,512	-2,011
13	Bonds, net U.S. purchases	-49,403	-11,935	-2,809	-15,042	-19,617	-2,753	-7,424
14	New issues in the United States	-52,472	-12,895	-8,411	-13,800	-17,366	-14,959	-13,615
15	By issuer:							
16	Central governments and their agencies and corporations	-9,867	-3,022	-89	-5,517	-1,239	-3,990	-1,611
17	Other governments and their agencies and corporations ¹	-10,206	-2,716	-1,587	-1,014	-4,889	-910	-1,233
18	Private corporations	-31,280	-6,957	-6,725	-6,423	-11,175	-9,859	-10,771
19	International financial institutions ²	-1,119	-200	-10	-846	-63	-200	
20	By area:							
21	Western Europe	-11,380	-3,942	-1,420	-1,989	-4,029	-4,023	-2,114
22	Canada	-7,531	-3,042	-963	-1,493	-2,033	-1,220	-1,668
23	Japan	-197		-197				
24	Latin America	-16,169		-2,785		-3,536	-5,825	-3,884
25	Other countries	-16,076	-2,381	-3,036	-2,954	-7,705	-3,691	-5,949
26	International financial institutions ²	-1,119	-200	-10	-846	-63	-200	
27	Redemptions of U.S.-held foreign bonds ³	16,176	3,475	3,438	4,500	4,763	3,633	1,566
28	Western Europe	6,125	2,508	977	1,578	1,062	888	274
29	Canada	3,141	388	1,206	983	564	678	493
30	Other countries	5,813	579	1,230	1,764	2,240	517	700
31	International financial institutions ²	1,097		25	175	897	1,550	99
32	Other transactions in outstanding bonds, net ³	-13,107	-2,515	2,164	-5,742	-7,014	8,573	4,625
33	Western Europe	-20,645	-1,820	1,491	-10,458	-9,858	5,141	6,709
34	Of which United Kingdom	-17,577	-2,668	4,818	-8,072	-10,855	2,848	5,213
35	Canada	-1,524	-356	1,148	-2,057	-1,325	1,518	-382
36	Japan	3,419	-478	-589	3,216	1,270	-1,471	-1,591
37	Other	2,595	139	114	-557	2,899	3,385	-101
B1	U.S. securities, excluding Treasury securities and transactions of foreign official agencies, net foreign purchases (+), (table 1, line 59 or lines 2 + 10 below)	133,798	36,475	29,761	35,115	32,447	38,820	51,537
2	Stocks, net foreign purchases	12,604	3,530	6,068	1,681	1,325	10,223	21,684
3	By area:							
4	Western Europe	6,307	2,129	491	3,273	414	10,579	14,384
5	Of which Germany	1,252	277	352	542	81	2,727	2,090
6	Switzerland	2,606	736	531	1,008	331	1,331	1,996
7	United Kingdom	3,942	-682	120	1,484	3,020	3,231	5,949
8	Canada	2,156	1,059	-274	-35	1,406	1,130	155
9	Japan	-443	-807	2,309	-1,314	-631	-2,340	4,151
10	Other	4,584	1,149	3,542	-243	136	854	2,994
11	Corporate and other bonds, net foreign purchases	121,194	32,945	23,693	33,434	31,122	28,597	29,853
12	By type:							
13	New issues sold abroad by U.S. corporations	53,445	13,511	11,643	13,716	14,575	20,740	26,889
14	U.S. federally-sponsored agency bonds, net	44,558	14,392	5,662	12,162	12,342	7,422	9,639
15	Other outstanding bonds, net	23,191	5,042	6,388	7,556	4,205	435	-6,675
16	By area:							
17	Western Europe	74,561	21,356	16,090	20,656	16,459	20,368	17,959
18	Of which Germany	5,218	2,329	1,658	1,237	-6	400	109
19	Switzerland	888	-60	271	785	-108	-151	147
20	United Kingdom	54,991	14,963	10,462	15,366	14,200	18,239	14,772
21	Canada	3,902	504	1,420	1,000	978	1,794	822
22	Japan	13,749	984	2,601	5,464	4,700	3,339	3,251
23	Other countries	28,941	10,026	3,593	6,323	8,999	3,097	7,818
24	International financial institutions ²	41	75	-11	-9	-14	-1	3
Memoranda:								
Other foreign transactions in marketable, long-term U.S. securities included elsewhere in international transactions accounts:								
Foreign official assets in the United States (lines in table 9):								
1	U.S. Treasury marketable bonds (line A4)	86,875	26,044	8,087	30,404	22,340	25,060	21,493
2	Other U.S. Government securities (line A6)	4,381	52	1,258	1,217	1,854	651	644
3	U.S. corporate and other bonds (part of line A14)	1,636	-9	831	905	-91	365	16
4	U.S. stocks (part of line A14)	-358	-202	454	-2,490	1,880	-3,590	915
5	Other foreign transactions in U.S. Treasury bonds and notes (table 9, line B5)	157,259	11,500	30,538	44,479	70,742	48,222	36,824

See footnotes on page 94.

Table 7.—Claims on and Liabilities to Unaffiliated Foreigners Reported by U.S. Nonbanking Concerns

[Millions of dollars]

Line	(Credits +; increase in U.S. liabilities or decrease in U.S. assets. Debits -; decrease in U.S. liabilities or increase in U.S. assets.)	1996	Not seasonally adjusted						Amounts outstanding June 30, 1997
			1996				1997		
			I	II	III	IV	I ¹	II ¹	
A1	Claims, total (table 1, line 46)	-64,234	-15,778	-5,047	-17,294	-26,115	-29,466	-15,000	415,098
2	Financial claims	-61,568	-16,257	-4,832	-17,774	-22,705	-30,369	-15,000	387,611
3	<i>Denominated in U.S. dollars</i>	-41,661	-4,470	-4,891	-8,639	-23,661	-26,035	-15,000	309,456
4	<i>Denominated in foreign currencies</i>	-19,907	-11,787	59	-9,135	956	-4,334		78,155
5	By type: Deposits ²	-60,856	-16,147	-4,672	-17,563	-22,474	-30,823	-15,000	383,157
6	Other claims ^{2,3}	-712	-110	-160	-211	-231	454		4,454
7	By area: Industrial countries ⁴	-29,780	-14,987	6,319	-8,112	-13,000	-16,197		159,353
8	Of which United Kingdom	-18,167	-10,672	3,180	-4,072	-6,603	-8,873		74,382
9	Canada	-1,061	-141	55	3,126	-4,101	894		10,256
10	Caribbean banking centers ⁵	-30,719	-1,234	-10,854	-9,399	-9,232	-14,279	-15,000	215,936
11	Other	-1,069	-36	-297	-263	-473	107		12,322
12	Commercial claims	-2,666	479	-215	480	-3,410	903		27,487
13	<i>Denominated in U.S. dollars</i>	-2,657	410	-166	432	-3,333	916		25,030
14	<i>Denominated in foreign currencies</i>	-9	69	-49	48	-77	-13		2,457
15	By type: Trade receivables	-2,227	875	-153	266	-3,215	1,015		24,698
16	Advance payments and other claims	-439	-396	-62	214	-195	-112		2,789
17	By area: Industrial countries ⁴	-1,161	-231	-72	645	-1,503	485		15,173
18	Members of OPEC ⁶	-278	-100	120	-91	-207	68		1,779
19	Other	-1,227	810	-263	-74	-1,700	350		10,535
B1	Liabilities, total (table 1, line 60)	31,786	6,800	7,288	20,610	-2,912	15,210	-3,000	283,443
2	Financial liabilities	26,194	5,774	7,108	18,375	-5,063	13,863	-3,000	249,572
3	<i>Denominated in U.S. dollars</i>	12,420	3,574	3,100	11,156	-5,410	11,301	-3,000	211,091
4	<i>Denominated in foreign currencies</i>	13,774	2,200	4,008	7,219	347	2,562		38,481
5	By area: Industrial countries ⁴	27,031	10,054	6,530	10,247	200	11,177		87,939
6	Of which United Kingdom	25,140	7,757	7,738	9,176	469	11,896		75,096
7	Caribbean banking centers ⁵	-657	-4,105	900	7,897	-5,349	2,300	-3,000	144,800
8	Other	-180	-175	-322	231	86	386		16,833
9	Commercial liabilities	5,592	1,026	180	2,235	2,151	1,347		33,871
10	<i>Denominated in U.S. dollars</i>	5,919	1,338	102	2,356	2,123	1,434		32,854
11	<i>Denominated in foreign currencies</i>	-327	-312	78	-121	28	-87		1,017
12	By type: Trade payables	1,506	-198	266	524	914	-1,200		11,520
13	Advance receipts and other liabilities	4,086	1,224	-86	1,711	1,237	2,547		22,351
14	By area: Industrial countries ⁴	3,967	1,371	-143	1,217	1,522	637		19,666
15	Members of OPEC ⁶	632	-225	304	260	293	308		3,007
16	Other	993	-120	19	758	336	402		11,198

See footnotes on page 94.

Table 8.—Claims on Foreigners Reported by U.S. Banks

[Millions of dollars]

Line	(Credits +; decrease in U.S. assets. Debits -; increase in U.S. assets.)	1996	Not seasonally adjusted						Amounts outstanding June 30, 1997
			1996				1997		
			I	II	III	IV	I'	II'	
1	Total, net (table 1, line 47)	-98,186	1,868	192	-33,589	-66,657	-62,026	-29,612	949,193
2	By type:								
3	Banks' own claims	-62,878	5,304	-1,932	-11,136	-55,114	-44,047	-26,645	736,658
4	Payable in dollars	-68,258	1,257	-4,736	-8,734	-56,045	-35,969	-15,348	651,993
5	By borrower:								
6	Claims on:								
7	own foreign offices	-35,084	9,811	-9,802	-4,170	-30,923	-17,832	-19,184	379,524
8	unaffiliated foreign banks	-11,929	-2,107	-1,814	-4,033	-3,975	-4,891	-1,647	120,043
9	foreign public borrowers ¹	294	-5,338	4,775	153	704	-6,657	576	28,322
10	other private foreigners	-21,539	-1,109	2,105	-684	-21,851	-6,589	4,907	124,104
11	By bank ownership: ²								
12	U.S.-owned banks' claims on:								
13	own foreign offices	-17,794	-1,317	582	-5,814	-11,245	7,062	3,428	132,551
14	unaffiliated foreign banks	-11,568	3,727	-6,760	-4,784	-3,751	1,591	690	48,330
15	other foreigners	-11,389	-4,213	7,364	3,991	-18,531	-1,634	4,254	89,936
16	Foreign-owned banks' claims on:								
17	own foreign offices	-17,290	11,128	-10,384	1,644	-19,678	-24,894	-22,612	246,973
18	unaffiliated foreign banks	-361	-5,834	4,946	751	-224	-6,482	-2,337	71,713
19	other foreigners	-9,856	-2,234	-484	-4,522	-2,616	-11,612	1,229	62,490
20	Payable in foreign currencies	5,380	4,047	2,804	-2,402	931	-8,078	-11,297	84,665
21	Banks' domestic customers' claims	-35,308	-3,436	2,124	-22,453	-11,543	-17,979	-2,967	212,535
22	Payable in dollars	-26,840	-3,197	3,294	-22,617	-4,320	-19,600	-1,032	201,243
23	Deposits	-19,131	-10,431	-1,453	-10,292	3,045	-17,474	-3,000	98,147
24	Foreign commercial paper ³	-10,668	3,577	-2,142	-10,163	-1,940	-1,107	3,743	63,367
25	Other negotiable and readily transferable instruments ⁴	-1,993	1,387	5,377	-2,060	-6,697	1,153	-1,759	22,406
26	Outstanding collections and other	4,952	2,270	1,512	-102	1,272	-2,172	-16	17,323
27	Payable in foreign currencies	-8,468	-239	-1,170	164	-7,223	1,621	-1,935	11,292
28	By area:								
29	Industrial countries ⁵	-52,753	12,303	-8,637	-33,987	-22,432	-61,572	-528	505,026
30	Western Europe	-40,870	-700	-7,479	-24,806	-7,885	-50,727	1,962	335,112
31	Of which United Kingdom	-17,842	-4,309	1,857	-16,076	686	-21,261	2,998	156,919
32	Canada	-10,760	2,487	-4,189	-6,129	-2,929	-12,749	-1,155	66,484
33	Japan	2,305	10,724	2,416	-210	-10,625	1,468	-499	90,607
34	Other	-3,428	-208	615	-2,842	-993	436	-836	12,823
35	Caribbean banking centers ⁶	-17,366	-2,497	14,461	-3,663	-25,667	8,308	-21,184	256,274
36	Other areas	-28,067	-7,938	-5,632	4,061	-18,558	-8,762	-7,900	187,893
37	Of which Members of OPEC, included below ⁷	-589	2,609	-733	-1,862	-603	-197	480	16,406
38	Latin America	-10,505	677	-675	-1,449	-9,058	144	-3,935	84,673
39	Asia	-15,430	-4,914	-7,494	4,729	-7,751	-4,920	-5,072	91,737
40	Africa	128	-78	-30	213	23	-61	-402	3,356
41	Other ⁸	-2,260	-3,623	2,567	568	-1,772	-3,925	1,509	8,127
42	Memoranda:								
43	International banking facilities' (IBF's) own claims, payable in dollars (lines 1-13 above)	-17,199	3,223	1,012	2,326	-23,760	-10,367	-2,732	232,699
44	By borrower:								
45	Claims on:								
46	own foreign offices	-15,723	6,264	-3,304	2,744	-21,427	-4,188	1,561	133,566
47	unaffiliated foreign banks	563	-3,870	4,443	-525	515	-3,854	-4,740	64,293
48	foreign public borrowers	1,495	859	963	145	-472	339	717	5,523
49	all other foreigners	-3,534	-30	-1,090	-38	-2,376	-2,664	-270	29,317
50	By bank ownership: ²								
51	U.S.-owned IBF's	4,872	-278	-141	3,309	1,982	-1,341	2,436	56,844
52	Foreign-owned IBF's	-22,071	3,501	1,153	-983	-25,742	-9,026	-5,168	175,855
53	Banks' dollar acceptances payable by foreigners	-1,214	-622	-303	-61	-228	-810	-195	11,442

See footnotes on page 94.

Table 9.—Foreign Official Assets and Other Foreign Assets in the United States Reported by U.S. Banks

[Millions of dollars]

Line	(Credits +; increase in foreign assets. Debits -; decrease in foreign assets.)	1996	Not seasonally adjusted						Amounts outstanding June 30, 1997
			1996				1997		
			I	II	III	IV	I ^r	II ^p	
A1	Foreign official assets in the United States, net (table 1, line 49)	122,354	52,014	13,154	24,089	33,097	28,891	-3,719	816,844
	By type:								
2	U.S. Treasury securities (table 1, line 51)	111,253	55,600	-3,383	25,472	33,564	23,289	-8,444	597,599
3	Bills and certificates	24,901	29,848	-11,211	-5,049	11,313	-1,887	-29,564	161,984
4	Bonds and notes, marketable	86,875	26,044	8,087	30,404	22,340	25,060	21,493	429,904
5	Bonds and notes, nonmarketable	-523	-292	-259	117	-89	116	-373	5,711
6	Other U.S. Government securities (table 1, line 52)	4,381	52	1,258	1,217	1,854	651	644	30,925
7	Other U.S. Government liabilities (table 1, line 53)	720	-143	-204	907	160	478	804	29,756
8	U.S. liabilities reported by U.S. banks, not included elsewhere (table 1, line 54)	4,722	-3,284	14,198	-1,922	-4,270	7,698	2,346	123,413
9	Banks' liabilities for own account, payable in dollars ¹	-4,107	5,206	3,322	-5,948	-6,687	11,294	5,610	97,497
10	Demand deposits	-588	-675	788	-162	-539	879	-831	1,559
11	Time deposits ¹	2,947	1,735	6,464	-4,014	-1,238	-645	7,102	40,134
12	Other liabilities ²	-6,467	4,146	-3,930	-1,772	-4,911	11,060	-661	55,804
13	Banks' custody liabilities, payable in dollars ^{1,3}	8,829	-8,490	10,876	4,026	2,417	-3,596	-3,264	25,916
14	Other foreign official assets (table 1, line 55)	1,278	-211	1,285	-1,585	1,789	-3,225	931	35,151
	By area (see text table D):								
B1	Other foreign assets in the United States, net (table 1, lines 58 and 61)	182,662	-22,933	38,471	52,838	114,286	68,676	77,959	1,692,444
	By type:								
2	U.S. Treasury securities and US currency flows (line 58)	172,878	10,602	36,152	50,798	75,326	51,289	50,816	831,431
3	U.S. Treasury securities	155,578	13,002	31,652	43,398	67,526	47,805	45,994	613,525
4	Bills and certificates	-1,681	1,502	1,114	-1,081	-3,216	-417	9,170	35,893
5	Marketable bonds and notes	157,259	11,500	30,538	44,479	70,742	48,222	36,824	577,632
6	U.S. currency flows	17,300	-2,400	4,500	7,400	7,800	3,484	4,822	217,906
7	U.S. liabilities reported by U.S. banks (line 61)	9,784	-33,535	2,319	2,040	38,960	17,387	27,143	861,013
8	Banks' own liabilities ¹	7,037	-29,897	2,107	295	34,532	21,543	10,240	812,670
9	Payable in dollars	9,657	-28,944	-2,991	686	40,906	12,564	11,055	703,237
	By account:								
10	Liabilities to own foreign offices	5,238	-21,934	-10,350	-7,473	44,995	12,012	5,039	418,578
	Liabilities to unaffiliated foreigners:								
11	demand deposits	3,172	-418	3,226	-1,703	2,067	150	2,571	28,244
12	time deposits ¹	-6,788	-872	-10,429	7,083	-2,570	2,519	-10,669	146,513
13	other liabilities ²	8,035	-5,720	14,562	2,779	-3,586	-2,117	14,114	109,902
	By holder:								
	Liabilities to:								
14	own foreign offices	5,238	-21,934	-10,350	-7,473	44,995	12,012	5,039	418,578
15	unaffiliated foreign banks	-10,077	-6,418	140	3,046	-6,845	-7,099	3,719	158,004
16	other private foreigners	11,488	1,161	4,899	2,184	3,244	9,213	618	113,184
17	international financial institutions ⁴	3,008	-1,753	2,320	2,929	-488	-1,562	1,679	13,471
	By bank ownership: ⁵								
	U.S.-owned banks' liabilities to:								
18	own foreign offices	-12,363	-13,019	-7,698	-4,562	12,916	3,268	-2,650	155,520
19	unaffiliated foreign banks	4,374	2,241	6,811	-293	-4,385	-2,274	6,953	47,660
20	other private foreigners and international financial institutions ⁴	8,175	-3,102	9,191	-2,576	4,662	224	1,927	74,206
	Foreign-owned banks' liabilities to:								
21	own foreign offices	17,601	-8,915	-2,652	-2,911	32,079	8,744	7,689	263,058
22	unaffiliated foreign banks	-14,451	-8,659	-6,671	3,339	-2,460	-4,825	-3,234	110,344
23	other private foreigners and international financial institutions ⁴	6,321	2,510	-1,972	7,689	-1,906	7,427	370	52,449
24	Payable in foreign currency	-2,620	-953	5,098	-391	-6,374	8,979	-815	109,433
25	Banks' custody liabilities, payable in dollars ^{1,3}	2,747	-3,638	212	1,745	4,428	-4,156	16,903	48,343
26	Of which negotiable and readily transferable instruments	3,093	-3,084	115	2,023	4,039	-4,644	12,973	39,636
27	U.S. Treasury securities and U.S. liabilities reported by U.S. banks, by area ⁶	165,362	-20,533	33,971	45,438	106,486	65,192	73,137	1,474,538
28	Industrial countries ⁷	100,586	1,662	22,833	24,824	51,267	46,261	52,422	881,182
29	Western Europe	92,042	3,263	19,077	25,747	43,955	30,073	35,442	607,067
30	Canada	10,326	4,434	3,574	-243	2,561	-696	4,571	51,772
31	Other	-1,782	-6,035	182	-680	4,751	16,884	12,409	222,343
32	Caribbean banking centers ⁸	41,832	-20,485	6,618	5,184	50,515	5,708	13,884	373,199
33	Other areas	22,944	-1,710	4,520	15,430	4,704	13,223	6,831	220,157
34	Of which Members of OPEC, included below ⁹	3,537	796	586	2,466	-311	1,181	-334	33,831
35	Latin America	8,066	1,073	2,342	2,351	2,300	-747	-373	52,535
36	Asia	17,755	3,848	2,046	10,559	1,302	15,072	-779	126,142
37	Africa	216	-62	-48	140	186	131	689	7,665
38	Other ¹⁰	-3,093	-6,569	180	2,380	916	-1,233	7,294	33,815
	Memoranda:								
1	International banking facilities' (IBF's) own liabilities, payable in dollars (in lines A9, and B9 above)	-16,782	-5,842	-8,316	-13,832	11,208	-2,109	8,425	359,261
	By holder:								
	Liabilities to:								
2	own foreign offices	-2,699	-1,445	-7,696	-10,311	16,753	5,691	60	167,375
3	unaffiliated foreign banks	-18,151	-7,420	-7,155	-701	-2,875	-5,664	-5,051	109,595
4	foreign official agencies	974	1,414	7,508	-4,961	-2,987	-1,038	12,247	51,517
5	other private foreigners and international financial institutions ⁴	3,094	1,609	-973	2,141	317	-1,098	1,169	30,774
	By bank ownership: ⁵								
6	U.S.-owned IBF's	-13,645	2,030	-1,857	-16,065	2,247	-3,755	-4,895	60,991
7	Foreign-owned IBF's	-3,137	-7,872	-6,459	2,233	8,961	1,646	13,320	298,270
8	Negotiable certificates of deposit held for foreigners ¹ (in lines A13 and B26 above)	831	902	-360	821	-532	-602	2,319	11,651

See footnotes on page 94.

Table 10.—U.S. International
[Millions]

Line	(Credits +; debits -) ¹	Western Europe						European Union ¹⁴			
		1996	1996				1997		1996	1996	
			I	II	III	IV	I ^r	II ^p		I	II
1	Exports of goods, services, and income	305,718	74,323	76,988	73,448	80,959	82,285	86,035	275,794	67,155	69,424
2	Goods, adjusted, excluding military ²	137,194	34,930	36,075	30,568	35,621	38,645	39,903	124,786	31,663	32,501
3	Services ³	80,819	17,818	19,591	22,123	21,287	19,651	21,010	72,288	16,040	17,644
4	Transfers under U.S. military agency sales contracts ⁴	3,451	538	1,175	879	859	934	866	2,334	406	995
5	Travel	22,166	4,166	5,482	7,091	5,427	4,678	5,730	20,092	3,782	5,010
6	Passenger fares	6,804	1,380	1,529	2,274	1,621	1,448	1,658	6,443	1,310	1,451
7	Other transportation	7,703	1,844	1,927	1,870	2,062	1,942	2,035	6,113	1,505	1,478
8	Royalties and license fees ⁵	15,522	3,742	3,622	3,717	4,441	3,711	3,777	14,804	3,568	3,451
9	Other private services ⁵	25,007	6,104	5,807	6,256	6,840	6,896	6,907	22,357	5,432	5,214
10	U.S. Government miscellaneous services	167	45	49	36	37	42	37	145	37	45
11	Income receipts on U.S. assets abroad	87,705	21,575	21,322	20,757	24,051	23,990	25,122	78,720	19,452	19,279
12	Direct investment receipts	45,686	11,417	11,274	10,104	12,891	12,013	12,605	39,496	9,919	9,868
13	Other private receipts	40,948	9,805	9,856	10,331	10,956	11,695	12,348	38,298	9,222	9,243
14	U.S. Government receipts	1,071	353	192	322	204	282	169	926	311	168
15	Imports of goods, services, and income	-324,755	-74,888	-83,768	-83,307	-82,791	-83,405	-94,694	-293,572	-67,811	-74,890
16	Goods, adjusted, excluding military ²	-161,629	-38,100	-41,986	-39,823	-41,720	-40,901	-44,995	-146,293	-34,596	-37,553
17	Services ³	-61,827	-13,435	-16,581	-16,982	-14,829	-14,442	-18,280	-54,592	-12,005	-14,421
18	Direct defense expenditures	-7,043	-1,725	-1,748	-1,801	-1,769	-1,780	-1,800	-5,678	-1,454	-1,322
19	Travel	-16,738	-2,961	-5,189	-5,334	-3,254	-3,057	-5,675	-15,573	-2,781	-4,749
20	Passenger fares	-7,863	-1,602	-2,224	-2,343	-1,694	-1,752	-2,407	-7,102	-1,458	-1,999
21	Other transportation	-9,527	-2,181	-2,478	-2,386	-2,482	-2,456	-2,667	-7,545	-1,799	-1,878
22	Royalties and license fees ⁵	-4,543	-1,044	-1,080	-1,137	-1,282	-1,213	-1,335	-3,820	-882	-909
23	Other private services ⁵	-14,903	-3,621	-3,577	-3,666	-4,039	-3,890	-4,106	-13,812	-3,368	-3,313
24	U.S. Government miscellaneous services	-1,210	-301	-285	-315	-309	-293	-289	-1,061	-263	-252
25	Income payments on foreign assets in the United States	-101,299	-23,353	-25,201	-26,503	-26,242	-28,063	-31,420	-92,688	-21,210	-22,916
26	Direct investment payments	-25,805	-5,675	-7,066	-7,255	-5,809	-6,311	-8,184	-23,311	-5,004	-6,276
27	Other private payments	-48,444	-11,527	-11,857	-12,197	-12,863	-13,688	-14,404	-45,539	-10,858	-11,155
28	U.S. Government payments	-27,050	-6,151	-6,278	-7,051	-7,570	-8,064	-8,832	-23,838	-5,348	-5,485
29	Unilateral transfers, net	360	166	198	42	-46	45	33	1,230	309	323
30	U.S. Government grants ⁴	-476	-22	-70	-167	-217	-102	-115	-97	-4	-37
31	U.S. Government pensions and other transfers	-1,259	-314	-303	-316	-326	-281	-325	-1,049	-270	-273
32	Private remittances and other transfers ⁶	2,095	502	571	525	497	428	473	2,376	583	633
33	U.S. assets abroad, net (increase/capital outflow (-))	-171,397	-38,456	-27,375	-51,036	-54,530	-83,486	-10,030	-154,604	-41,192	-19,823
34	U.S. official reserve assets, net ⁷	-649	-212	154	-482	-109	-196	-139	-609	201	-457
35	Gold										
36	Special drawing rights										
37	Reserve position in the International Monetary Fund										
38	Foreign currencies	-649	-212	154	-482	-109	-196	-139	-609	201	-457
39	U.S. Government assets, other than official reserve assets, net	326	122	-128	243	89	157	-25	222	85	-96
40	U.S. credits and other long-term assets	-563	-158	-158	-141	-106	-86	-112	-247	-91	-81
41	Repayments on U.S. credits and other long-term assets ⁸	933	288	53	369	223	255	95	506	171	14
42	U.S. foreign currency holdings and U.S. short-term assets, net	-44	-8	-23	15	-28	-12	-8	-37	5	-29
43	U.S. private assets, net	-171,074	-38,366	-27,401	-50,797	-54,510	-83,447	-9,866	-154,217	-41,478	-19,270
44	Direct investment	-43,470	-12,212	-16,532	1,498	-16,224	-12,590	-15,829	-38,973	-10,706	-15,996
45	Foreign securities	-57,674	-10,931	-9,210	-17,172	-20,361	-3,366	3,996	-54,498	-10,529	-7,841
46	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-29,176	-14,638	5,818	-10,293	-10,063	-16,678		-28,199	-14,289	6,285
47	U.S. claims reported by U.S. banks, not included elsewhere	-40,754	-585	-7,477	-24,830	-7,862	-50,813	1,967	-32,547	-5,954	-1,718
48	Foreign assets in the United States, net (increase/capital inflow (+))	290,120	66,907	67,697	78,202	77,314	111,398	94,619	284,192	74,947	64,932
49	Foreign official assets in the United States, net	29,320	18,073	5,105	2,992	3,150	11,034	3,213	(18)	(18)	(18)
50	U.S. Government securities	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
51	U.S. Treasury securities ⁹	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
52	Other ¹⁰	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
53	Other U.S. Government liabilities ¹¹	686	279	14	83	310	73	221	44	86	-329
54	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
55	Other foreign official assets ¹²	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
56	Other foreign assets in the United States, net	260,800	48,834	62,592	75,210	74,164	100,364	91,406	(18)	(18)	(18)
57	Direct investment	59,640	12,021	20,650	15,129	11,840	26,390	23,710	59,898	15,071	20,120
58	U.S. Treasury securities and U.S. currency flows	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
59	U.S. securities other than U.S. Treasury securities	80,868	23,485	16,581	23,929	16,873	30,948	32,344	77,157	22,699	15,896
60	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	28,281	10,107	6,266	10,408	1,500	12,825		28,090	9,652	6,581
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)	(17)	18 119,003	18 27,439	18 22,664
62	Allocations of special drawing rights										
63	Statistical discrepancy, and transfers of funds between foreign areas, net (sum of above items with sign reversed)	-100,047	-28,053	-33,740	-17,349	-20,906	-26,837	-75,962	-113,039	-33,409	-39,966
64	Memoranda:										
65	Balance on goods (lines 2 and 16)	-24,435	-3,170	-5,911	-9,255	-6,099	-2,256	-5,092	-21,507	-2,933	-5,052
66	Balance on services (lines 3 and 17)	18,993	4,383	3,010	5,141	6,458	5,209	2,730	17,696	4,034	3,223
67	Balance on goods and services (lines 64 and 65)	-5,442	1,213	-2,901	-4,114	359	2,953	-2,362	-3,811	1,101	-1,829
68	Balance on investment income (lines 11 and 25)	-13,594	-1,778	-3,879	-5,746	-2,191	-4,073	-6,298	-13,968	-1,757	-3,636
69	Balance on goods, services, and income (lines 1 and 15 or lines 66 and 67) ¹³	-19,036	-564	-6,780	-9,860	-1,832	-1,120	-8,660	-17,779	-656	-5,466
70	Unilateral transfers, net (line 29)	360	166	198	42	-46	45	33	1,230	309	323
71	Balance on current account (lines 1, 15, and 29 or lines 68 and 69) ¹³	-18,676	-398	-6,582	-9,818	-1,878	-1,075	-8,627	-16,549	-347	-5,143

Transactions, by Area
 of dollars]

European Union ¹⁴				United Kingdom								European Union (6) ¹⁵								Line
1996		1997		1996	1996				1997		1996	1996				1997				
III	IV	I ^r	II ^p		I	II	III	IV	I ^r	II ^p		I	II	III	IV	I ^r	II ^p			
66,287	72,927	74,107	76,624	82,363	19,239	21,530	20,235	21,359	23,784	24,207	148,524	36,921	36,781	35,257	39,566	38,711	40,737	1		
27,890	32,732	35,089	35,178	30,246	7,275	9,025	6,954	6,992	9,554	9,335	75,231	19,278	18,720	16,829	20,404	20,391	20,808	2		
19,826	18,779	17,350	18,648	20,916	4,622	5,122	5,598	5,575	5,347	5,602	37,642	8,280	9,257	10,470	9,635	8,859	9,666	3		
477	456	566	487	393	95	147	79	72	213	109	1,051	141	576	163	171	150	152	4		
6,484	4,816	4,247	5,237	7,306	1,427	1,881	2,194	1,804	1,602	1,966	9,654	1,725	2,358	3,338	2,233	1,937	2,465	5		
2,164	1,518	1,375	1,572	1,645	341	336	527	441	358	363	3,815	782	892	1,319	822	687	967	6		
1,516	1,614	1,557	1,610	1,433	327	356	353	397	458	447	2,727	638	674	724	691	687	709	7		
3,554	4,231	3,542	3,602	2,665	586	625	612	842	625	629	8,832	2,221	2,048	2,025	2,538	2,162	2,196	8		
5,599	6,113	6,026	6,108	7,433	1,836	1,767	1,822	2,008	2,079	2,077	11,486	2,751	2,685	2,884	3,165	3,086	3,163	9		
32	31	37	33	41	9	10	11	11	12	11	77	22	24	16	15	15	14	10		
18,571	21,416	21,668	22,798	31,201	7,342	7,383	7,683	8,793	8,883	9,270	35,652	9,362	8,804	7,958	9,527	9,462	10,263	11		
8,646	11,061	10,583	11,201	13,862	3,248	3,269	3,320	4,025	3,795	3,817	20,076	5,572	5,013	4,014	5,476	5,184	5,814	12		
9,655	10,178	10,843	11,452	17,311	4,094	4,114	4,363	4,740	5,088	5,453	14,913	3,584	3,635	3,780	3,914	4,137	4,317	13		
270	177	242	145	28				28			663	206	156	164	137	141	132	14		
-75,382	-75,489	-75,539	-86,404	-102,700	-23,563	-25,669	-25,806	-27,662	-28,874	-31,903	-150,141	-34,624	-38,989	-39,217	-37,311	-36,856	-42,813	15		
-36,204	-37,940	-37,268	-41,102	-28,832	-6,696	-7,381	-7,012	-7,743	-7,578	-7,940	-92,727	-21,991	-23,918	-23,171	-23,647	-23,637	-26,533	16		
-15,126	-13,040	-12,697	-16,087	-17,658	-3,925	-4,649	-4,787	-4,297	-4,671	-5,464	-29,012	-6,424	-7,610	-8,096	-6,883	-6,567	-8,213	17		
-1,437	-1,465	-1,415	-1,450	-437	-139	-108	-111	-79	-136	-100	-4,742	-1,196	-1,127	-1,202	-1,217	-1,168	-1,200	18		
-4,989	-3,054	-2,871	-5,194	-4,790	-988	-1,341	-1,421	-1,040	-1,020	-1,467	-8,216	-1,505	-2,533	-2,669	-1,509	-1,554	-2,771	19		
-2,119	-1,526	-1,593	-2,163	-2,844	-574	-853	-854	-563	-631	-926	-2,946	-618	-787	-851	-690	-679	-853	20		
-1,936	-1,932	-1,932	-2,047	-1,646	-362	-395	-430	-459	-565	-563	-3,863	-878	-980	-1,045	-960	-967	-980	21		
-946	-1,083	-1,035	-1,136	-1,875	-427	-474	-443	-532	-511	-510	-1,740	-415	-386	-456	-483	-465	-561	22		
-3,422	-3,710	-3,599	-3,849	-5,974	-1,414	-1,457	-1,501	-1,602	-1,785	-1,875	-6,702	-1,612	-1,606	-1,662	-1,823	-1,547	-1,665	23		
-277	-269	-252	-248	-92	-21	-22	-27	-22	-23	-23	-803	-200	-191	-211	-201	-186	-183	24		
-24,053	-24,509	-25,574	-29,215	-56,210	-12,942	-13,639	-14,007	-15,622	-16,626	-18,498	-28,402	-6,209	-7,461	-7,950	-6,782	-6,652	-8,067	25		
-6,386	-5,645	-5,521	-7,700	-9,220	-2,189	-2,399	-1,997	-2,635	-2,666	-3,329	-12,155	-2,318	-3,472	-3,815	-2,550	-2,344	-3,626	26		
-11,441	-12,085	-12,762	-13,449	-34,129	-8,047	-8,327	-8,575	-9,180	-9,776	-10,305	-9,406	-2,294	-2,324	-2,383	-2,405	-2,429	-2,544	27		
-6,226	-6,779	-7,291	-8,066	-12,861	-2,706	-2,913	-3,435	-3,807	-4,184	-4,864	-6,841	-1,597	-1,665	-1,752	-1,827	-1,879	-1,897	28		
316	282	243	245	1,206	289	322	330	265	350	324	809	202	208	190	209	87	107	29		
-32	-24	-17	-4															30		
-256	-250	-249	-278	-178	-45	-46	-43	-44	-44	-46	-599	-152	-153	-150	-144	-144	-158	31		
604	556	509	527	1,384	334	368	373	309	394	370	1,408	354	361	340	353	231	265	32		
-47,230	-46,360	-75,870	-8,117	-92,218	-20,688	-8,483	-27,498	-35,549	-34,277	-3,526	-56,708	-16,717	-14,191	-15,032	-10,768	-31,031	-3,946	33		
104	-457	12	-227								-609	201	-457	104	-457	12	-227	34		
																		35		
																		36		
																		37		
104	-457	12	-227								-609	201	-457	104	-457	12	-227	38		
185	48	141	-57	128	-2	3		127	-5	-1	-38	8	-32	21	-35	-8	-8	39		
-16	-59	-35	-51															40		
181	140	188	4	125		3		125										41		
20	-33	-12	-10	3	-2			2	-5	-1	-38	8	-32	21	-35	-8	-8	42		
-47,519	-45,951	-76,023	-7,833	-92,346	-20,686	-8,486	-27,498	-35,676	-34,272	-3,525	-56,061	-16,926	-13,702	-15,157	-10,276	-31,035	-3,711	43		
2,804	-15,076	-11,023	-15,291	-18,310	520	-11,322	4,158	-11,666	-2,446	-7,742	-14,984	-8,642	-1,632	-2,762	-1,948	-6,631	-6,564	44		
-16,830	-19,298	-2,135	3,620	-37,776	-6,274	-2,157	-11,645	-17,700	-2,013	1,219	-13,889	-1,452	-5,404	-4,446	-2,587	1,504	779	45		
-8,926	-11,269	-16,590		-18,418	-10,623	3,136	-3,935	-6,996	-8,552		-11,184	-5,220	2,649	-4,153	-4,460	-7,145		46		
-24,567	-308	-46,275	3,838	-17,842	-4,309	1,857	-16,076	686	-21,261	2,998	-16,004	-1,612	-9,315	-3,796	-1,281	-18,763	2,074	47		
70,351	73,962	103,122	92,311	187,456	38,765	34,865	48,768	65,058	80,358	41,621	66,972	24,067	24,279	12,028	6,598	11,978	46,146	48		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	49		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	50		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	51		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	52		
137	150	94	158	12	-1	18	-12	7	-77	-33	-290	-27	-379	63	53	76	64	53		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	54		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	55		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	56		
14,836	9,871	24,223	21,271	18,929	4,732	-406	6,218	8,385	13,684	4,252	40,099	9,365	17,707	10,164	2,863	10,138	15,883	57		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58		
21,858	16,704	29,431	30,053	58,933	14,281	10,582	16,850	17,220	21,470	20,721	14,503	7,272	3,927	4,547	-1,243	6,003	7,756	59		
10,625	1,232	12,560		26,082	7,847	7,540	9,366	1,329	11,576		1,819	1,681	-885	961	82	713		60		
18 22,895	18 46,005	18 36,814	18 40,829	18 83,500	18 11,906	18 17,131	18 16,346	18 38,117	18 33,705	18 16,681	18 10,841	18 5,776	18 3,909	18 -3,707	18 4,863	18 -4,952	18 22,443	61</		

Table 10.—U.S. International

[Millions]

Line	(Credits +; debits -) ¹	Eastern Europe							Canada		
		1996	1996				1997		1996	1996	
			I	II	III	IV	I ^r	II ^p		I	II
1	Exports of goods, services, and income	12,028	3,027	2,702	3,101	3,199	3,108	3,416	172,286	42,451	43,816
2	Goods, adjusted, excluding military ²	7,359	1,933	1,634	1,788	2,004	1,811	2,116	134,609	33,204	34,378
3	Services ³	3,548	794	843	1,012	899	881	860	20,181	5,310	5,164
4	Transfers under U.S. military agency sales contracts ⁴	477	67	115	208	87	96	78	166	88	39
5	Travel	842	154	211	270	207	173	221	6,763	1,957	1,819
6	Passenger fares	100	17	20	28	35	20	21	1,331	367	348
7	Other transportation	474	120	113	93	148	99	108	2,889	696	732
8	Royalties and license fees ⁵	127	24	30	35	38	42	44	1,416	311	359
9	Other private services ⁵	1,485	398	344	371	373	442	378	7,552	1,875	1,853
10	U.S. Government miscellaneous services	42	14	10	7	11	9	10	63	16	14
11	Income receipts on U.S. assets abroad	1,122	300	225	301	296	416	440	17,497	3,938	4,275
12	Direct investment receipts	497	106	101	147	143	247	297	8,642	1,826	2,072
13	Other private receipts	348	94	88	77	89	100	107	8,855	2,112	2,203
14	U.S. Government receipts	277	100	36	77	64	69	36			
15	Imports of goods, services, and income	-10,897	-2,219	-2,686	-2,859	-3,133	-2,792	-3,170	-182,614	-43,448	-47,062
16	Goods, adjusted, excluding military ²	-7,003	-1,376	-1,679	-1,766	-2,182	-1,864	-2,010	-158,640	-38,081	-40,971
17	Services ³	-2,612	-525	-694	-783	-611	-580	-783	-13,967	-2,788	-3,610
18	Direct defense expenditures	-309	-47	-59	-89	-114	-79	-100	-47	-12	-12
19	Travel	-1,087	-205	-313	-379	-190	-212	-342	-4,606	-585	-1,215
20	Passenger fares	-276	-47	-91	-89	-49	-52	-99	-391	-64	-105
21	Other transportation	-309	-70	-72	-70	-97	-80	-78	-3,607	-871	-918
22	Royalties and license fees ⁵	-8	-2	-2	-2	-4	-2	-2	-192	-47	-37
23	Other private services ⁵	-561	-138	-137	-138	-147	-142	-150	-5,022	-1,192	-1,301
24	U.S. Government miscellaneous services	-62	-16	-20	-16	-10	-14	-13	-101	-18	-23
25	Income payments on foreign assets in the United States	-1,282	-319	-313	-310	-341	-348	-377	-10,007	-2,578	-2,481
26	Direct investment payments	-1	-1	(*)	-1	(*)	-3	6	-3,285	-975	-822
27	Other private payments	-410	-117	-93	-93	-107	-99	-99	-4,429	-1,052	-1,081
28	U.S. Government payments	-871	-201	-220	-216	-234	-246	-283	-2,293	-551	-578
29	Unilateral transfers, net	-3,283	-814	-807	-925	-737	-653	-653	-338	-99	-71
30	U.S. Government grants ⁴	-1,972	-460	-474	-618	-420	-292	-326			
31	U.S. Government pensions and other transfers	-36	-9	-9	-9	-9	-9	-9	-408	-103	-103
32	Private remittances and other transfers ⁶	-1,275	-345	-324	-298	-308	-352	-318	70	4	32
33	U.S. assets abroad, net (increase/capital outflow (-))	-3,816	-1,874	127	-1,234	-835	-3,738	745	-25,200	-4,249	-3,832
34	U.S. official reserve assets, net ⁷										
35	Gold										
36	Special drawing rights										
37	Reserve position in the International Monetary Fund										
38	Foreign currencies										
39	U.S. Government assets, other than official reserve assets, net	-122	-13	-29	38	-118	11	-14	7		4
40	U.S. credits and other long-term assets	-132	-30	-52	-19	-31	-28	-328			
41	Repayments on U.S. credits and other long-term assets ⁸	47	3	8	27	9	27	314			
42	U.S. foreign currency holdings and U.S. short-term assets, net	-37	14	15	30	-96	12		7		4
43	U.S. private assets, net	-3,694	-1,861	156	-1,272	-717	-3,749	759	-25,207	-4,249	-3,836
44	Direct investment	-1,804	-414	-769	-366	-255	-748	-558	-6,875	-1,959	-429
45	Foreign securities	-421	-141	-195	-226	141	-85	-577	-6,324	-4,544	-103
46	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	98	146	-5	-47	4	38		-1,248	-233	28
47	U.S. claims reported by U.S. banks, not included elsewhere	-1,567	-1,452	1,125	-633	-607	-2,954	1,894	-10,760	2,487	-4,189
48	Foreign assets in the United States, net (increase/capital inflow (+))	3,467	1,821	-2,076	-1,055	4,777	1,180	4,600	24,647	5,889	5,254
49	Foreign official assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)	1,829	1,310	430
50	U.S. Government securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
51	U.S. Treasury securities ⁹	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
52	Other ¹⁰	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
53	Other U.S. Government liabilities ¹¹	76		4	73	-1	-22	1	-41	-63	26
54	U.S. liabilities reported by U.S. banks, not included elsewhere	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
55	Other foreign official assets ¹²	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
56	Other foreign assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)	22,818	4,579	4,824
57	Direct investment	169	-34	32	114	56	-217	78	5,670	-1,679	422
58	U.S. Treasury securities and U.S. currency flows	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
59	U.S. securities other than U.S. Treasury securities	87	34	83	14	-44	-33	99	6,058	1,563	1,146
60	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	-44	-27	-78	12	49	33		765	261	-318
61	U.S. liabilities reported by U.S. banks, not included elsewhere	¹⁸ 3,179	¹⁸ 1,847	¹⁸ -2,117	¹⁸ -1,268	¹⁸ 4,717	¹⁸ 1,419	¹⁸ 4,422	(17)	(17)	(17)
62	Allocations of special drawing rights										
63	Statistical discrepancy, and transfers of funds between foreign areas, net (sum of above items with sign reversed)	2,501	60	2,739	2,972	-3,271	2,896	-4,939	11,219	-544	1,895
64	Memoranda:										
65	Balance on goods (lines 2 and 16)	356	557	-45	22	-178	-53	106	-24,031	-4,877	-6,593
66	Balance on services (lines 3 and 17)	936	269	149	229	288	301	77	6,214	2,521	1,553
67	Balance on goods and services (lines 64 and 65)	1,292	826	104	251	110	248	183	-17,817	-2,356	-5,040
68	Balance on investment income (lines 11 and 25)	-161	-19	-88	-10	-45	68	64	7,490	1,360	1,794
69	Balance on goods, services, and income (lines 1 and 15 or lines 66 and 67) ¹³	1,131	808	17	242	66	315	247	-10,327	-996	-3,246
70	Unilateral transfers, net (line 29)	-3,283	-814	-807	-925	-737	-653	-653	-338	-99	-71
71	Balance on current account (lines 1, 15, and 29 or lines 68 and 69) ¹³	-2,152	-7	-791	-683	-672	-338	-407	-10,665	-1,095	-3,317

See footnotes on page 94.

Transactions, by Area—Continued
 of dollars]

Canada				Latin America and Other Western Hemisphere								Japan								Line
1996		1997		1996	1996				1997		1996	1996				1997				
III	IV	I ^r	II ^p		I	II	III	IV	I ^r	II ^p		I	II	III	IV	I ^r	II ^p			
41,949	44,070	47,188	49,229	191,974	44,378	46,431	49,552	51,614	51,153	55,221	111,326	28,588	27,204	28,128	27,407	28,710	28,370	1		
32,353	34,674	36,823	38,901	108,864	24,686	26,460	27,718	30,000	29,516	32,454	65,954	17,166	16,476	16,131	16,181	16,448	16,639	2		
4,953	4,754	5,448	5,318	34,694	8,005	8,103	9,413	9,173	8,905	8,823	35,907	8,926	8,506	9,619	8,856	9,753	9,196	3		
21	18	24	23	475	149	131	96	99	114	96	564	144	193	131	96	156	99	4		
1,628	1,359	1,954	1,840	14,379	3,122	3,289	4,135	3,833	3,543	3,472	13,163	3,102	3,015	3,832	3,214	3,486	3,152	5		
289	327	327	307	3,933	908	878	1,119	1,028	979	961	6,174	1,659	1,440	1,695	1,380	1,743	1,561	6		
729	732	726	774	3,438	791	867	883	897	849	926	3,205	774	793	792	846	774	829	7		
381	365	343	354	1,401	315	346	344	396	362	386	5,484	1,360	1,364	1,354	1,406	1,445	1,590	8		
1,889	1,936	2,056	2,004	10,922	2,668	2,562	2,805	2,887	3,019	2,949	7,227	1,843	1,696	1,803	1,886	2,135	1,953	9		
16	17	17	16	146	53	29	31	33	39	33	89	43	5	13	28	14	12	10		
4,643	4,642	4,917	5,010	48,417	11,686	11,868	12,421	12,441	12,732	13,944	9,466	2,496	2,222	2,378	2,370	2,509	2,536	11		
2,385	2,360	2,581	2,550	17,404	4,163	4,353	4,442	4,445	4,192	5,034	3,950	1,103	868	1,033	946	1,103	1,140	12		
2,258	2,282	2,336	2,460	29,680	7,136	7,204	7,498	7,842	8,401	8,843	5,449	1,366	1,331	1,334	1,418	1,399	1,384	13		
				1,333	387	311	481	154	139	67	67	27	23	11	6	7	12	14		
-45,954	-46,150	-47,506	-50,064	-194,558	-45,115	-48,545	-49,691	-51,207	-51,733	-54,856	-157,101	-38,079	-38,041	-39,617	-41,364	-41,415	-41,768	15		
-38,910	-40,678	-42,004	-43,410	-124,933	-28,117	-31,405	-32,039	-33,372	-32,831	-34,957	-115,167	-28,768	-27,953	-28,434	-30,012	-30,096	-29,347	16		
-4,425	-3,143	-3,009	-3,754	-30,929	-7,528	-7,686	-7,888	-7,826	-8,081	-8,349	-14,392	-3,691	-3,577	-3,557	-3,567	-3,548	-3,756	17		
-12	-11	-18	-15	-458	-137	-113	-129	-79	-85	-85	-1,050	-260	-296	-227	-267	-257	-275	18		
-2,050	-756	-619	-1,237	-13,850	-3,512	-3,484	-3,428	-3,426	-3,713	-3,735	-3,166	-765	-800	-818	-783	-790	-875	19		
-131	-91	-82	-121	-2,426	-638	-562	-615	-611	-742	-630	-679	-173	-172	-174	-160	-190	-187	20		
-907	-911	-925	-1,001	-2,241	-545	-592	-582	-522	-589	-640	-4,340	-1,092	-1,057	-1,134	-1,057	-982	-1,031	21		
-53	-56	-59	-59	-144	-27	-42	-49	-26	-28	-34	-1,398	-450	-318	-311	-318	-326	-312	22		
-1,240	-1,290	-1,275	-1,291	-11,409	-2,572	-2,796	-2,984	-3,057	-2,815	-3,117	-3,662	-926	-910	-869	-956	-978	-1,052	23		
-32	-28	-32	-30	-401	-97	-97	-101	-106	-110	-109	-98	-25	-24	-24	-24	-24	-24	24		
-2,619	-2,329	-2,493	-2,900	-38,697	-9,471	-9,454	-9,764	-10,008	-10,821	-11,550	-27,541	-5,619	-6,511	-7,626	-7,786	-7,771	-8,665	25		
-910	-578	-685	-972	-1,557	-486	-436	-386	-249	-351	-475	-3,106	176	-571	-1,387	-1,325	-1,016	-1,332	26		
-1,107	-1,189	-1,279	-1,378	-28,438	-6,976	-7,018	-7,120	-7,324	-7,668	-8,238	-6,188	-1,610	-1,530	-1,522	-1,526	-1,610	-1,733	27		
-602	-562	-529	-550	-8,702	-2,009	-2,000	-2,258	-2,435	-2,802	-2,837	-18,247	-4,185	-4,410	-4,717	-4,935	-5,145	-5,600	28		
-90	-78	-102	-91	-10,423	-2,508	-2,543	-2,687	-2,685	-2,627	-2,681	-121	-59	-10	-41	-11	-66	-23	29		
				-1,433	-305	-374	-384	-370	-276	-327								30		
-101	-101	-101	-118	-660	-169	-137	-169	-185	-140	-157	-86	-22	-22	-21	-21	-22	-21	31		
11	23	-1	27	-8,330	-2,034	-2,032	-2,134	-2,130	-2,211	-2,197	-35	-37	12	-20	10	-44	-2	32		
-4,054	-13,065	-12,332	-6,383	-76,268	-7,412	-5,126	-17,778	-45,953	-13,440	-56,274	-5,729	-606	1,482	2,096	-8,701	-2,623	-11,555	33		
				8,300	1,300		7,000		3,500		-73	-23	-324	306	-32	49	-18	34		
																		35		
																		36		
																		37		
				8,300	1,300		7,000		3,500		-73	-23	-324	306	-32	49	-18	38		
2	1	-1		384	-8	118	219	55	106	218	27	22	-14	31	-12	8	2	39		
				-1,047	-304	-216	-242	-285	-270	-203								40		
				1,489	379	318	443	349	386	421								41		
2	1	-1		-58	-83	16	18	-9	-10		27	22	-14	31	-12	8	2	42		
-4,056	-13,066	-12,331	-6,383	-84,952	-8,704	-5,244	-24,997	-46,008	-17,046	-56,492	-5,683	-605	1,820	1,759	-8,657	-2,680	-11,539	43		
-3,002	-2,342	-2,563	-2,800	-14,299	-2,135	-5,435	-3,677	-3,053	-4,657	-6,282	-1,817	-2,668	2,032	-1,033	-1,448	-1,045	-890	44		
1,904	-3,581	2,300	-2,428	-10,620	-3,671	-2,418	-6,800	2,269	-6,992	-9,987	-5,812	-8,221	-3,080	3,192	2,297	-3,258	-10,150	45		
3,171	-4,214	681		-32,072	-1,052	-11,331	-9,427	-10,282	-13,884	-15,000	-359	440	452	-190	-181	155		46		
-6,129	-2,929	-12,749	-1,155	-27,961	-1,846	13,940	-5,093	-34,962	8,487	-25,223	2,305	10,724	2,416	-210	-10,625	1,468	-499	47		
4,269	9,235	3,906	5,729	90,776	-2,677	6,468	20,583	66,402	7,023	29,243	57,710	15,849	7,530	20,705	13,627	26,740	25,922	48		
86	3	682	-1,430	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	49	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	50	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	51	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	52	
-15	11	28	-10	-113	-70	-39	(*)	-4	58	11	74	-174	111	271	-134	-154	427	53		
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	54	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	55	
4,183	9,232	3,224	7,159	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	56	
3,127	3,800	2,034	1,611	131	4,376	-2,927	542	-1,860	443	1,514	11,930	-223	1,225	7,181	3,747	1,219	2,156	57		
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58	
965	2,384	2,924	977	26,516	10,228	4,155	4,231	7,902	192	8,735	13,306	177	4,910	4,150	4,069	999	7,402	59		
335	487	-1,038		-386	-3,877	629	8,153	-5,291	2,469	-3,000	1,709	1,050	259	849	-449	-111		60		
(17)	(17)	(17)	(17)	18 64,628	18 -13,334	18 4,650	18 7,657	18 65,655	18 3,861	18 21,983	18 30,691	18 15,018	18 1,025	18 8,254	18 6,394	18 24,787	18 15,937	61		
																		62		
3,880	5,987	8,847	1,581	-1,501	13,3															

Table 10.—U.S. International

[Millions]

Line	(Credits +; debits -) ¹	Australia						
		1996	1996				1997	
			I	II	III	IV	I ²	II ²
1	Exports of goods, services, and income	21,726	5,149	5,366	5,643	5,568	5,319	5,997
2	Goods, adjusted, excluding military ²	11,705	2,985	2,910	2,895	2,915	2,823	3,080
3	Services ³	4,792	1,049	1,183	1,334	1,226	1,122	1,267
4	Transfers under U.S. military agency sales contracts ⁴	204	41	66	56	41	35	46
5	Travel	1,819	349	446	572	452	392	466
6	Passenger fares	461	95	117	137	112	100	128
7	Other transportation	297	65	72	80	80	72	79
8	Royalties and license fees ⁵	575	131	138	146	160	141	161
9	Other private services ⁵	1,423	358	344	341	379	379	385
10	U.S. Government miscellaneous services	13	9	.....	2	2	3	3
11	Income receipts on U.S. assets abroad	5,229	1,116	1,272	1,413	1,428	1,374	1,650
12	Direct investment receipts	2,979	581	720	849	829	777	1,037
13	Other private receipts	2,250	535	552	564	599	597	613
14	U.S. Government receipts .....	.....	.....	.....	.....	.....	.....	.....
15	Imports of goods, services, and income	-6,820	-1,556	-1,468	-1,704	-2,092	-2,074	-2,004
16	Goods, adjusted, excluding military ²	-3,869	-827	-882	-992	-1,168	-1,159	-1,183
17	Services ³	-2,501	-700	-521	-565	-715	-743	-580
18	Direct defense expenditures	-53	-15	-12	-9	-17	-21	-20
19	Travel	-943	-315	-162	-183	-283	-325	-177
20	Passenger fares	-503	-142	-108	-121	-132	-157	-118
21	Other transportation	-326	-76	-81	-80	-89	-61	-61
22	Royalties and license fees ⁵	-32	-6	-7	-8	-12	-8	-8
23	Other private services ⁵	-599	-134	-141	-153	-171	-155	-181
24	U.S. Government miscellaneous services	-45	-13	-10	-11	-11	-17	-16
25	Income payments on foreign assets in the United States	-450	-29	-66	-147	-209	-172	-241
26	Direct investment payments	31	82	55	-15	-92	-65	-123
27	Other private payments	-333	-72	-85	-94	-82	-88	-98
28	U.S. Government payments	-148	-39	-36	-38	-35	-19	-20
29	Unilateral transfers, net	-92	-27	-19	-25	-21	-25	-21
30	U.S. Government grants ⁴ .....	.....	.....	.....	.....	.....	.....	.....
31	U.S. Government pensions and other transfers	-34	-8	-8	-9	-9	-9	-8
32	Private remittances and other transfers ⁶	-58	-19	-11	-16	-12	-16	-13
33	U.S. assets abroad, net (increase/capital outflow (-))	-11,507	-3,585	129	-3,164	-4,887	-595	-1,378
34	U.S. official reserve assets, net ⁷ .....	.....	.....	.....	.....	.....	.....	.....
35	Gold .....	.....	.....	.....	.....	.....	.....	.....
36	Special drawing rights .....	.....	.....	.....	.....	.....	.....	.....
37	Reserve position in the International Monetary Fund .....	.....	.....	.....	.....	.....	.....	.....
38	Foreign currencies .....	.....	.....	.....	.....	.....	.....	.....
39	U.S. Government assets, other than official reserve assets, net	15	1	.....	2	12	-1	.....
40	U.S. credits and other long-term assets .....	.....	.....	.....	.....	.....	.....	.....
41	Repayments on U.S. credits and other long-term assets ⁸ .....	.....	.....	.....	.....	.....	.....	.....
42	U.S. foreign currency holdings and U.S. short-term assets, net	15	1	.....	2	12	-1	.....
43	U.S. private assets, net	-11,522	-3,586	129	-3,166	-4,899	-594	-1,378
44	Direct investment	-3,789	-1,364	-635	-1,162	-628	-797	-524
45	Foreign securities	-4,470	-2,010	-240	566	-2,786	-1,092	-47
46	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-222	90	-123	-141	-48	142	.....
47	U.S. claims reported by U.S. banks, not included elsewhere	-3,041	-302	1,127	-2,429	-1,437	1,153	-807
48	Foreign assets in the United States, net (increase/capital inflow (+))	4,280	1,582	2,376	-1,269	1,592	-921	1,991
49	Foreign official assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)
50	U.S. Government securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)
51	U.S. Treasury securities ⁹	(18)	(18)	(18)	(18)	(18)	(18)	(18)
52	Other ¹⁰	(18)	(18)	(18)	(18)	(18)	(18)	(18)
53	Other U.S. Government liabilities ¹¹	-53	7	-38	-13	-9	23	2
54	U.S. liabilities reported by U.S. banks, not included elsewhere	(18)	(18)	(18)	(18)	(18)	(18)	(18)
55	Other foreign official assets ¹²	(18)	(18)	(18)	(18)	(18)	(18)	(18)
56	Other foreign assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)
57	Direct investment	2,129	1,617	-344	80	777	469	217
58	U.S. Treasury securities and U.S. currency flows	(18)	(18)	(18)	(18)	(18)	(18)	(18)
59	U.S. securities other than U.S. Treasury securities	-614	-232	-388	212	-206	272	325
60	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	427	154	155	-127	245	128	.....
61	U.S. liabilities reported by U.S. banks, not included elsewhere	18 2,391	18 36	18 2,991	18 -1,421	18 785	18 -1,813	18 1,447
62	Allocations of special drawing rights .....	.....	.....	.....	.....	.....	.....	.....
63	Statistical discrepancy, and transfers of funds between foreign areas, net (sum of above items with sign reversed)	-7,587	-1,563	-6,383	519	-160	-1,703	-4,585
64	Memoranda: .....	.....	.....	.....	.....	.....	.....	.....
65	Balance on goods (lines 2 and 16)	7,836	2,158	2,028	1,903	1,747	1,664	1,897
66	Balance on services (lines 3 and 17)	2,291	348	663	769	511	378	687
67	Balance on goods and services (lines 64 and 65)	10,127	2,506	2,691	2,672	2,258	2,042	2,584
68	Balance on investment income (lines 11 and 25)	4,779	1,087	1,207	1,266	1,219	1,202	1,409
69	Balance on goods, services, and income (lines 1 and 15 or lines 66 and 67) ¹³	14,906	3,593	3,898	3,939	3,477	3,244	3,993
70	Unilateral transfers, net (line 29)	-92	-27	-19	-25	-21	-25	-21
71	Balance on current account (lines 1, 15, and 29 or lines 68 and 69) ¹³	14,814	3,566	3,879	3,914	3,456	3,219	3,972

Transactions, by Area—Continued
 of dollars]

Other countries in Asia and Africa							International organizations and unallocated ¹⁶							Line
1996	1996				1997		1996	1996				1997		
	I	II	III	IV	I ^r	II ^p		I	II	III	IV	I ^r	II ^p	
222,809	54,492	54,792	54,282	59,243	56,128	59,550	17,364	4,065	4,366	4,323	4,611	4,424	4,502	1
146,382	36,536	36,265	34,217	39,364	36,746	39,533	2	2	.....	.....	.....	.....	.....	2
51,121	12,129	12,250	13,694	13,048	12,623	13,075	5,704	1,378	1,482	1,416	1,427	1,458	1,420	3
9,297	2,056	2,242	2,179	2,820	1,831	2,374	13	9	.....	2	2	.....	.....	4
10,776	1,954	2,903	3,513	2,406	2,195	3,035	.....	.....	.....	.....	.....	.....	.....	5
1,754	342	437	562	413	359	473	.....	.....	.....	.....	.....	.....	.....	6
8,683	2,051	2,145	2,145	2,342	2,230	2,219	527	95	139	171	122	181	154	7
3,899	869	939	1,052	1,039	962	1,041	1,550	369	371	382	428	382	400	8
16,339	4,748	3,503	4,139	3,949	4,967	3,853	3,614	906	972	861	874	895	865	9
373	109	80	105	79	79	79	.....	.....	.....	.....	.....	.....	.....	10
25,306	5,827	6,277	6,371	6,831	6,760	6,943	11,659	2,684	2,884	2,906	3,184	2,966	3,082	11
15,429	3,530	3,849	3,836	4,214	4,087	4,024	4,304	887	1,080	1,041	1,295	1,165	1,205	12
8,611	1,997	2,149	2,162	2,303	2,357	2,598	6,725	1,598	1,670	1,714	1,743	1,659	1,743	13
1,266	300	279	373	314	316	321	630	199	134	151	146	142	134	14
-282,525	-64,362	-66,670	-76,883	-74,610	-70,072	-75,394	-4,181	-761	-955	-1,474	-991	-1,019	-993	15
-231,998	-52,460	-54,574	-63,554	-61,410	-56,021	-61,180	.....	.....	.....	.....	.....	.....	.....	16
-27,379	-6,646	-6,745	-7,024	-6,964	-7,146	-7,242	-3,028	-524	-714	-1,192	-598	-697	-648	17
-1,901	-411	-507	-513	-470	-513	-505	.....	.....	.....	.....	.....	.....	.....	18
-8,349	-2,149	-2,073	-2,129	-1,998	-2,219	-2,268	.....	.....	.....	.....	.....	.....	.....	19
-3,638	-879	-926	-933	-900	-972	-1,005	.....	.....	.....	.....	.....	.....	.....	20
-7,125	-1,667	-1,710	-1,899	-1,849	-1,741	-1,758	-978	-146	-314	-322	-196	-357	-297	21
-101	-14	-17	-20	-49	-22	-22	-904	-108	-104	-574	-119	-115	-121	22
-5,497	-1,337	-1,315	-1,337	-1,508	-1,483	-1,492	-1,144	-270	-295	-296	-282	-225	-230	23
-768	-188	-197	-193	-190	-196	-193	-2	.....	-1	.....	-1	.....	.....	24
-23,148	-5,257	-5,351	-6,305	-6,236	-6,905	-6,971	-1,153	-237	-241	-282	-392	-322	-345	25
-36	-31	224	-355	125	-176	222	1,628	421	430	404	373	432	426	26
-9,271	-2,248	-2,303	-2,373	-2,347	-2,423	-2,548	-2,590	-608	-633	-652	-697	-726	-744	27
-13,841	-2,978	-3,272	-3,577	-4,014	-4,306	-4,645	-190	-50	-38	-34	-68	-28	-27	28
-16,610	-5,139	-2,557	-3,042	-5,872	-3,061	-2,829	-9,461	-1,958	-2,313	-2,335	-2,855	-2,115	-2,454	29
-10,180	-3,373	-1,104	-1,424	-4,279	-1,213	-1,216	-872	-161	-401	-97	-213	-226	-271	30
-508	-172	-112	-115	-109	-121	-122	-1,340	-158	-87	-448	-647	-112	-297	31
-5,922	-1,594	-1,341	-1,503	-1,484	-1,727	-1,491	-7,249	-1,639	-1,825	-1,790	-1,995	-1,777	-1,886	32
-51,803	-12,656	-15,866	-2,767	-20,514	-16,737	-11,022	-6,725	-3,979	-700	-702	-1,345	2,636	-1,498	33
.....	.....	.....	.....	.....	.....	.....	-910	-1,048	-353	665	-174	1,127	-79	34
.....	.....	.....	.....	.....	.....	.....	370	-199	-133	848	-146	72	-133	35
.....	.....	.....	.....	.....	.....	.....	-1,280	-849	-220	-183	-28	1,055	54	37
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	38
-40	-15	-75	-52	102	32	-105	-1,287	-319	-234	-321	-413	-333	-314	39
-1,901	-265	-829	-404	-403	-390	-615	-1,287	-319	-234	-321	-413	-333	-314	40
1,665	343	491	367	464	443	498	.....	.....	.....	.....	.....	.....	.....	41
196	-93	263	-15	41	-21	12	.....	.....	.....	.....	.....	.....	.....	42
-51,763	-12,641	-15,791	-2,715	-20,616	-16,769	-10,917	-4,528	-2,612	-113	-1,046	-758	1,842	-1,105	43
-11,412	-2,888	-3,426	-2,188	-2,910	-5,445	-3,260	-4,348	-619	-760	-2,271	-699	-927	-841	44
-23,394	-4,842	-4,982	-4,555	-9,015	-3,665	-2,285	526	-95	-100	-115	836	1,648	153	45
-1,203	358	108	-372	-1,297	24	.....	-52	-9	6	5	-54	56	.....	46
-15,754	-5,269	-7,491	4,400	-7,394	-7,683	-5,372	-654	-1,889	741	1,335	-841	1,065	-417	47
59,216	1,967	13,714	29,226	14,309	31,640	-17,306	17,340	-3,317	5,606	8,569	6,482	1,012	7,299	48
(18)	(18)	(18)	(18)	(18)	(18)	(18)	2	1	1	1	-1	.....	.....	49
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	50
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	51
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	52
89	-123	-283	507	-12	472	152	2	1	1	1	-1	.....	.....	53
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	54
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	55
(18)	(18)	(18)	(18)	(18)	(18)	(18)	17,338	-3,318	5,605	8,568	6,483	1,012	7,299	56
-840	53	-695	873	-1,071	514	507	-1,873	-468	-468	-468	-469	-471	-473	57
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58
7,695	1,294	3,276	1,631	1,494	3,509	1,680	-118	-74	-2	-17	-25	9	-25	59
779	-923	350	861	491	880	.....	255	55	25	119	56	24	.....	60
¹⁸ 51,493	¹⁸ 1,666	¹⁸ 11,066	¹⁸ 25,354	¹⁸ 13,407	¹⁸ 26,265	¹⁸ -19,645	¹⁸ 19,074	¹⁸ -2,831	¹⁸ 6,050	¹⁸ 8,934	¹⁸ 6,921	¹⁸ 1,450	¹⁸ 7,797	61
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	62
68,913	25,699	16,587	-817	27,443	2,102	47,000	-14,338	5,950	-6,005	-8,381	-5,903	-4,938	-6,855	63
-85,616	-15,924	-18,309	-29,337	-22,046	-19,275	-21,647	2	2	.....	.....	.....	.....	.....	64
23,742	5,483	5,505	6,670	6,084	5,477	5,832	2,676	855	768	225	828	761	771	65
-61,874	-10,441	-12,804	-22,667	-15,962	-13,798	-15,815	2,678	857	768	225	828	761	771	66
2,158	570	927	66	596	-145	-29	10,506	2,447	2,643	2,624	2,792	2,644	2,738	67
-59,716	-9,871	-11,878	-22,601	-15,367	-13,944	-15,844	13,184	3,304	3,411	2,848	3,621	3,406	3,509	68
-16,610	-5,139	-2,557	-3,042	-5,872	-3,061	-2,829	-9,461	-1,958	-2,313	-2,335	-2,855	-2,115	-2,454	69
-76,326	-15,010	-14,435	-25,643	-21,239	-17,005	-18,673	3,723	1,346	1,098	513	766	1,291	1,055	70

FOOTNOTES TO U.S. INTERNATIONAL TRANSACTIONS TABLES 1-10A

General notes for all tables: *R* Revised. *P* Preliminary. *Less than \$500,000 (\pm)*D* Suppressed to avoid disclosure of data of individual companies.

Table 1:

1. Credits, +: Exports of goods, services, and income; unilateral transfers to United States; capital inflows (increase in foreign assets (U.S. liabilities) or decrease in U.S. assets); decrease in U.S. official reserve assets; increase in foreign official assets in the United States.

Debits, -: Imports of goods, services, and income; unilateral transfers to foreigners; capital outflows (decrease in foreign assets (U.S. liabilities) or increase in U.S. assets); increase in U.S. official reserve assets; decrease in foreign official assets in the United States.

2. Excludes exports of goods under U.S. military agency sales contracts identified in Census export documents, excludes imports of goods under direct defense expenditures identified in Census import documents, and reflects various other adjustments (for valuation, coverage, and timing) of Census statistics to balance of payments basis; see table 2.

3. Includes some goods: Mainly military equipment in line 4; major equipment, other materials, supplies, and petroleum products purchased abroad by U.S. military agencies in line 18; and fuels purchased by airline and steamship operators in lines 7 and 21.

4. Includes transfers of goods and services under U.S. military grant programs.

5. Beginning in 1982, these lines are presented on a gross basis. The definition of exports is revised to exclude U.S. parents' payments to foreign affiliates and to include U.S. affiliates' receipts from foreign parents. The definition of imports is revised to include U.S. parents' payments to foreign affiliates and to exclude U.S. affiliates' receipts from foreign parents.

6. Beginning in 1982, the "other transfers" component includes taxes paid by U.S. private residents to foreign governments and taxes paid by private nonresidents to the U.S. Government.

7. For all areas, amounts outstanding March 31, 1997, were as follows in millions of dollars: Line 34, 67,813; line 35, 11,050; line 36, 10,023; line 37, 13,805; line 38, 32,935. Data are preliminary.

8. Includes sales of foreign obligations to foreigners.

9. Consists of bills, certificates, marketable bonds and notes, and nonmarketable convertible and nonconvertible bonds and notes.

10. Consists of U.S. Treasury and Export-Import Bank obligations, not included elsewhere, and of debt securities of U.S. Government corporations and agencies.

11. Includes, primarily, U.S. Government liabilities associated with military agency sales contracts and other transactions arranged with or through foreign official agencies; see table 4.

12. Consists of investments in U.S. corporate stocks and in debt securities of private corporations and State and local governments.

13. Conceptually, the sum of lines 70 and 62 is equal to "net foreign investment" in the national income and product accounts (NIPA's). However, the foreign transactions account in the NIPA's (a) includes adjustments to the international transactions accounts for the treatment of gold, (b) includes adjustments for the different geographical treatment of transactions with U.S. territories and Puerto Rico, and (c) includes services furnished without payment by financial pension plans except life insurance carriers and private noninsured pension plans. A reconciliation of the balance on goods and services from the international accounts and the NIPA net exports appears in Appendix A of this section of the SURVEY OF CURRENT BUSINESS. A reconciliation of the other foreign transactions in the two sets of accounts appears in table 4.5 of the full set of NIPA tables (published annually in the August issue of the SURVEY).

Additional footnotes for historical data in June issues of the SURVEY:

14. For 1974, includes extraordinary U.S. Government transactions with India. See "Special U.S. Government Transactions," June 1974 SURVEY, p. 27.

15. For 1978-83, includes foreign currency-denominated notes sold to private residents abroad.

16. Break in series. See Technical Notes in the June 1989, June 1990, June 1992, June 1993, June 1995, July 1996, and July 1997 issues of the SURVEY.

Table 2:

1. Exports, Census basis, represent transactions values, f.a.s. U.S. port of exportation, for all years; imports, Census basis, represent Customs values (see Technical Notes in the June 1982 SURVEY), except for 1974-81, when they represent transactions values, f.a.s. foreign port of exportation (see June issues of the SURVEY for historical data).

From 1983 forward, both unadjusted and seasonally adjusted data have been prepared by BEA from "actual" and "revised statistical" month data supplied by the Census Bureau (see Technical Notes in the December 1985 SURVEY).

Seasonally adjusted data reflect the application of seasonal factors developed jointly by Census and BEA. The seasonally adjusted data are the sum of seasonally adjusted five-digit end-use categories (see Technical Notes in the June 1980 SURVEY, in the June 1988 SURVEY, and in the June 1991 SURVEY). Prior to 1983, annual data are as published by the Census Bureau, except that for 1975-80 published Census data are adjusted to include trade between the U.S. Virgin Islands and foreign countries.

2. Beginning in 1990, the Census Bureau replaced its compiled export statistics with counterpart Canadian import statistics. Similarly, Statistics Canada replaced its compiled export statistics with counterpart U.S. import statistics. This exchange of data has eliminated the need for the inland freight adjustment on U.S. exports, but not on U.S. imports.

3. Adjustments in lines A5 and A13, B12, B47, and B82 reflect the Census Bureau's reconciliation of discrepancies between the goods statistics published by the United States and the counterpart statistics published in Canada. These adjustments are distributed to the affected end-use categories in section C. Beginning in 1986, estimates for undocumented exports to Canada, the largest item in the U.S.-Canada reconciliation, are included in Census basis data shown in line A1.

4. Exports of military equipment under U.S. military agency sales contracts with foreign governments (line A6), and direct imports by the Department of Defense and the Coast Guard (line A14), to the extent such trade is identifiable from Customs declarations. The exports are included in tables 1 and 10, line 4 (transfers under U.S. military agency sales contracts); the imports are included in tables 1 and 10, line 18 (direct defense expenditures).

5. Addition of electrical energy; deduction of exposed motion picture film for rental rather than sale; net change in stock of U.S.-owned grains in storage in Canada; coverage adjustments for special situations in which shipments were omitted from Census data; deduction of the value of repairs and alterations to foreign-owned equipment shipped to the United States for repair; and the inclusion of fish exported outside of U.S. customs area. Also includes deduction of exports to the Panama Canal Zone before October 1, 1979, and for 1975-82, net timing adjustments for goods recorded in Census data in one period but found to have been shipped in another (see June issues of the SURVEY for historical data).

6. Deduction of foreign charges for repair of U.S. vessels abroad, which are included in tables 1 and 10, line 21 (other transportation); coverage adjustments for special situations in which shipments were omitted from Census data; and the deduction of the value of repairs and alterations to U.S.-owned equipment shipped abroad for repair. Also includes addition of understatement of inland freight in f.a.s. values of U.S. imports of goods from Canada in 1974-81; deduction of imports from the Panama Canal Zone before October 1, 1979; and for 1975-82, net timing adjustments for goods recorded in Census data in one period but found to have been shipped in another (see June issues of the SURVEY for historical data).

7. For 1988-99, correction for the understatement of crude petroleum imports from Canada.

8. Annual and unadjusted quarterly data shown in this table correspond to country and area data in table 10, lines 2 and 16. Trade with international organizations includes purchases of nonmonetary gold from the International Monetary Fund, transfers of it to the International Tin Council (ITC), and sales of satellites to Intelsat. The memoranda are defined as follows: *Industrial countries*: Western Europe, Canada, Japan, Australia, New Zealand, and South Africa; *Members of OPEC*: Venezuela, Ecuador, Iraq, Iran, Kuwait, Saudi Arabia, Qatar, United Arab Emirates, Indonesia, Algeria, Libya, Nigeria, and Gabon (beginning in January 1993, excludes Ecuador); *Other countries*: Eastern Europe, Latin America, and Other Western Hemisphere, and other countries in Asia and Africa, less OPEC. Before 1984, complete geographic area detail was not available for some balance of payments adjustments. Therefore, the detail shown does not always sum to the values shown for the area aggregates. For all years, "Asia" and "Africa" exclude certain Pacific Islands and unidentified countries included in "Other countries in Asia and Africa."

9. Includes the former German Democratic Republic (East Germany) beginning in fourth quarter of 1990. In earlier periods, the German Democratic Republic was included in Eastern Europe.

10. Beginning in 1986, New Zealand and South Africa are included in "Other countries in Asia and Africa," with New Zealand included as part of "Asia" and South Africa as part of "Africa."

11. Includes nuclear fuel materials and fuels.

Table 3:

1. Patented techniques, processes, and formulas and other intangible property rights that are used in goods production.

2. Copyrights, trademarks, franchises, rights to broadcast live events, and other intangible property rights.

3. Other unaffiliated services receipts (exports) include mainly expenditures of foreign governments and international organizations in the United States. Payments (imports) include mainly wages of foreign residents temporarily employed in the United States and Canadian and Mexican commuters in U.S. border areas.

Table 4:

1. Expenditures to release foreign governments from their contractual liabilities to pay for military goods and services purchased through military sales contracts—first authorized (for Israel) under Public Law 93-199, section 4, and subsequently authorized (for many recipients) under similar legislation—are included in line A3. Deliveries against these military

sales contracts are included in line C10; see footnote 2. Of the line A3 items, part of these military expenditures is applied in lines A40 and A43 to reduce short-term assets previously recorded in lines A38 and C8; this application of funds is excluded from lines C3 and C4. A second part of line A3 expenditures finances future deliveries under military sales contracts for the recipient countries and is applied directly to lines A39 and C9. A third part of line A3, disbursed directly to finance purchases by recipient countries from commercial suppliers in the United States, is included in line A34. A fourth part of line A3, representing dollars paid to the recipient countries to finance purchases from countries other than the United States, is included in line A45.

2. Transactions under military sales contracts are those in which the Department of Defense sells and transfers military goods and services to a foreign purchaser, on a cash or credit basis. Purchases by foreigners directly from commercial suppliers are not included as transactions under military sales contracts. The entries for the several categories of transactions related to military sales contracts in this and other tables are partly estimated from incomplete data.

3. The identification of transactions involving direct dollar outflows from the United States is made in reports by each operating agency.

4. Line A35 includes foreign currency collected as interest and line A40 includes foreign currency collected as principal, as recorded in lines A13 and A14, respectively.

5. Includes (a) advance payments to the Department of Defense (on military sales contracts) financed by loans extended to foreigners by U.S. Government agencies and (b) the counterparty for the part of line C10 that was delivered without prepayment by the foreign purchaser. Also includes expenditures of appropriations available to release foreign purchasers from liability to make repayment.

6. Includes purchases of loans from U.S. banks and exporters and payments by the U.S. Government under commercial export credit and investment guarantee programs.

7. Excludes liabilities associated with military sales contracts financed by U.S. Government grants and credits and included in line C2.

Table 5:

1. Beginning with 1991, payments and receipts of interest related to interest rate and foreign currency swaps between affiliates and parents are netted and are shown as either net payments or net receipts. Receipts and payments of other types of interest are shown on a gross basis.

2. Petroleum includes, and manufacturing and "other" industries exclude, the exploration, development, and production of crude oil and gas, and the transportation, refining, and marketing of petroleum products, exclusive of petrochemicals. "Other" industries includes wholesale trade; banking; finance (except banking), insurance, and real estate; services; and other industries—agriculture, forestry, and fishing; mining; construction; transportation, communication, and public utilities; and retail trade.

3. Acquisition of equity holdings in existing and newly established companies, capital contributions, capitalization of intercompany debt, and other equity contributions.

4. Sales (total and partial), liquidations, returns of capital contributions, and other dispositions of equity holdings.

Table 6:

1. Primarily provincial, regional, and municipal.

2. Largely transactions by International Bank for Reconstruction and Development (IBRD), International Development Association (IDA), International Finance Corporation (IFC), Asian Development Bank (ADB), and Inter-American Development Bank (IDB).

3. Estimate for scheduled redemptions and identifiable early retirements. Includes estimates based on Canadian statistics for redemptions of Canadian issues held in the United States. Unidentified and nonscheduled retirements appear in line A30.

Table 7:

1. Estimates of transactions other than those with U.S. banks' Caribbean branches are not available.

2. Deposits (line A5) include other financial claims (line A6) for some countries due to the commingling of these categories in foreign source data.

3. Primarily mortgages, loans, and bills and notes drawn on foreigners.

4. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

5. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.

6. Based on data for Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Beginning in January 1993, excludes Ecuador.

Table 8:

1. Includes central governments and their agencies and corporations; state, provincial, and local governments and their agencies and corporations; and international and regional organizations.

2. U.S.-owned banks are mainly U.S.-chartered banks and Edge Act subsidiaries. U.S. brokers' and dealers' accounts may be commingled in some categories. Foreign-owned banks include U.S. branches and agencies of foreign banks and majority-owned bank subsidiaries in the United States.

3. Commercial paper issued in the U.S. market by foreign incorporated entities; excludes commercial paper issued through foreign direct investment affiliates in the United States.

4. Negotiable and readily transferable instruments other than commercial paper, payable in dollars; consists largely of negotiable certificates of deposit.

5. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

6. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.

7. Based on data for Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Beginning in January 1993, excludes Ecuador.

8. Includes Eastern Europe and international and regional organizations.

Table 9:

1. Negotiable certificates of deposit issued by banks in the United States are included in banks' custody liabilities and are separately identified in memorandum line 8. Nonnegotiable certificates of deposit are included in time deposits.

2. Includes borrowing under Federal funds or repurchase arrangements, deferred credits, and liabilities other than deposits.

3. Mainly negotiable and readily transferable instruments, excluding U.S. Treasury securities.

4. Mainly International Bank for Reconstruction and Development (IBRD), International Development Association (IDA), International Finance Corporation (IFC), Asian Development Bank (ADB), Inter-American Development Bank (IDB), and the Trust Fund of the International Monetary Fund.

5. U.S.-owned banks are mainly U.S.-chartered banks and Edge Act subsidiaries. U.S. brokers' and dealers' liabilities may be commingled in some categories. Foreign-owned banks are U.S. branches and agencies of foreign banks and majority-owned bank subsidiaries in the United States.

6. U.S. currency flows are not included, because no geographic data are available.

7. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

8. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.

9. Based on data for Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Beginning in January 1993, excludes Ecuador.

10. Includes Eastern Europe and international and regional organizations.

Table 10:

For footnotes 1-13, see table 1.

14. The "European Union" includes the "European Union (6)," United Kingdom, Denmark, Ireland, Greece, Spain, and Portugal. Beginning with the first quarter of 1995, the "European Union" also includes Austria, Finland, and Sweden.

15. The "European Union (6)" includes Belgium, France, Germany (includes the former German Democratic Republic (East Germany) beginning in the fourth quarter of 1990), Italy, Luxembourg, Netherlands, European Atomic Energy Community, European Coal and Steel Community, and European Investment Bank.

16. Includes, as part of international and unallocated, the estimated direct investment in foreign affiliates engaged in international shipping, in operating oil and gas drilling equipment internationally, and in petroleum trading. Also includes taxes withheld; current-cost adjustments associated with U.S. and foreign direct investment; small transactions in business services that are not reported by country; and net U.S. currency flows, for which geographic source data are not available.

17. Details not shown separately; see totals in lines 49 and 56.

18. Details not shown separately are included in line 61.

Table 10a:

For footnotes 1-13, see table 1.

Details not shown separately are included in line 61.

NOTE.—Country data are based on information available from U.S. reporting sources. In some instances the statistics may not necessarily reflect the ultimate foreign transactor. For instance: U.S. export statistics reflect country of reported destination; in many cases the exports may be transhipped to third countries (especially true for the Netherlands and Germany). The geographic breakdown of security transactions reflects country with which transaction occurred but may not necessarily reflect the ultimate sources of foreign funds or ultimate destination of U.S. funds. Data for individual countries within the European Union (6) may not add to the published totals for the European Union (6), because in several instances estimates for the group are not available for each country. In addition, country data may not add to the European Union (6) totals because of rounding.